CARROLLTON
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ACFR

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR ENDED
SEPTEMBER 30,

2024

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Where Connections Happen

City of Carrollton
1945 E. Jackson Road
Carrollton, Texas 75006
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ADOPTED ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year October 1, 2023 – September 30, 2024

Council (L-R): Christopher Axberg, Deputy Mayor Pro Tem; Daisy Palomo, Councilmember; Rowena Watters, Councilmember; Richard Fleming, Mayor Pro Tem; Steve Babick, Mayor; Erin Rinehart, City Manager; Dr. Andrew Palacios, Councilmember; Jason Carpenter, Councilmember; Nancy S. Cline, Councilmember

Prepared By:

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CITY OF CARROLLTON, TEXAS

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YEAR ENDED SEPTEMBER 30, 2024
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CARROLLTON
TEXAS

February 26, 2025

The Honorable Mayor, Members of the City Council, and Citizens
City of Carrollton
Carrollton, Texas

The Finance Department and City Manager's Office are pleased to submit the Annual Comprehensive Financial Report for the City of Carrollton, Texas for the fiscal year ending September 30, 2024.

This report provides the City Council, City staff, our residents, bondholders, and other interested parties with detailed information concerning the financial position and activities of the City government. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City.

To the best of our knowledge and belief, the enclosed data is accurate in all material respects, and is organized in a manner designed to fairly present the financial position and results of operation of the City as measured by the financial activity of its various funds. We also believe that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

Forvis Mazars, LLP, Certified Public Accountants, has issued an unmodified opinion on the City's financial statements for the fiscal year ended September 30, 2024. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and the two should be read in conjunction with each other.

CITY PROFILE

Location

Located in northwest Dallas, southeast Denton, and southwest Collin counties, Carrollton is only 14 miles north of downtown Dallas and 10 miles northeast of the Dallas-Fort Worth International Airport. Carrollton is readily accessible via Interstate 35E on the west, the Dallas North Tollway on the east, the President George Bush Turnpike flows east to west through the City, State Highway 121 is to the north, and Interstate Highway 635 is only two miles south of the city limits. The City encompasses approximately 37 square miles with 36 square miles of developable land which is approximately 96% developed.

The City is a home rule city operating under the Council-Manager form of government. The City Council is comprised of the Mayor and seven Council members who enact laws, determine policies, and adopt the annual budget. The City Council also appoints the City Manager. The Basic Financial Statements of the City include all government activities, organizations, and functions for which the City is financially accountable as defined by the Governmental Accounting Standard Board. Based on these criteria, no other governmental organizations are included in this report.

Services Provided

The City provides to its citizens, at the least cost, those services that have proven to be necessary and meaningful. Major services provided under general government and enterprise functions include: police and fire protection, emergency ambulance service, developmental and environmental services, water and sewer services, sanitation services, library services, park and recreational facilities, street and drainage improvements, and general administrative services. The City also offers a 36-hole golf course and an aggressive economic development service. Internal services of the City, accounted for on a cost reimbursement basis, are fleet services, risk management, and employee health and disability coverage.

Accounting System and Budgetary Control

The City's accounting records for general governmental operations are maintained on a modified accrual basis, with the revenues being recorded when available and measurable and expenditures being recorded when the services or goods are received and the liabilities are incurred. Accounting records for the City's utilities and other proprietary activities are maintained on the accrual basis.

In developing and maintaining the City's accounting system, consideration is given to the adequacy of the internal control structure. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets; and (3) compliance with all applicable rules, regulations, and contractual requirements. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived, (2) the evaluation of costs and benefits requires estimates and judgments by management, and (3) the preciseness of estimates must be balanced with the timeliness of financial reporting.

All internal control evaluations occur within the above framework. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The City Charter provides that the City Council shall adopt the annual budget prepared by City Management. The budget is reviewed by the City Council and is formally adopted by the passage of a budget ordinance. The City Manager is authorized to transfer budgeted amounts between line items and departments within any fund; however, any revisions that increase the total appropriations of any fund must be approved by the City Council.

Budgetary control has been established at the individual fund level. Financial reports are produced showing budget and actual expenditures by line item and are posted electronically for City management each month.

Individual line items are reviewed and analyzed for budgetary compliance. Personnel expenditures are monitored and controlled at a position level, and capital expenditures are monitored and controlled item by item. Revenue budgets are reviewed monthly.

ECONOMIC OUTLOOK AND FINANCIAL CONDITION

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City operates.

Regional Economy

According to the Federal Reserve's Beige Book (November 2024) the Texas economy continues to expand, with growth in the nonfinancial services section. Manufacturing and retail sectors also saw some growth and outlooks improved for an overall increase in demand. The recent cuts to interest rates had a positive effect on the market. Employment in the DFW areas was up an annualized 4.2 percent and trended above the state's annualized increase of 3.6 percent. In their December update, the Federal Reserve Bank of Dallas reported the following:

Job Growth Annualized (July-Oct. '24)	Unemployment Rates	Average Hourly Wages	Average Hourly Wage Growth (Year Over Year)
+4.2%	4.0%	$ 35.35	+3.3%

Carrollton's Position in the Region

Carrollton is home to a diversified group of manufacturing and distribution firms. Products manufactured range from oil well equipment to high-tech components. Distribution and service operations are equally diversified. This diversification is evident in the fact that the top ten taxpayers represents 4.35% of the total assessed valuation in the City.

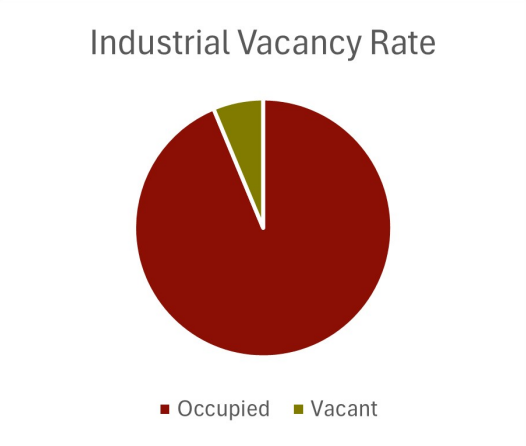
The City also benefits from a well-educated and affluent workforce. According to U.S. Census Bureau's 2021 American Community Survey, Carrollton's median household income of $93,937 compares favorably to $74,350 for DFW and $75,780 for Texas. Also, according to the survey, the workforce is educated with 44.7% of the population having a bachelor's degree or more, compared to 36.5% for DFW and 34.2% for Texas.

The following facts reflect Carrollton's economic condition and outlook:

Carrollton ranks as one of the top cities in the region in corporate investment, job creation, and population growth. Its central location within the region, its proximity to the DFW Airport, Love Field, Downtown Dallas, and the connectivity created by its three DART stations, make Carrollton a preferred location to live, work, and play. Carrollton's City Council has cut property taxes for eleven years in a row while maintaining one of the highest ratings in the delivery of municipal services in the DFW Metroplex. Carrollton's 45.1-million square feet of manufacturing and distribution space generates consistently increasing property and business-to-business sales tax revenue for the City, resulting in a well-balanced business-to-residential tax base.

Carrollton ranks high in the state for a quality of work environment. As of September 2024, Carrollton's unemployment was 4.0%, below the state's rate.

Carrollton has five major business parks – Valwood Industrial Park, Frankford Trade Center, Austin Ranch, International Business Park and Trinity Mills Industrial Park. Valwood Industrial Park and the Frankford Trade Center are among the premier industrial parks in the Dallas Fort Worth area. As of the third calendar quarter of 2024, the City currently had a 93.7% occupancy rate of its industrial business areas in the city. While we have seen a slight dip in our occupancy rate, current Carrollton companies are looking to expand into these vacant locations, and our industrial outlook remains very optimistic.



Total certified taxable value, not including estimated value for property under protest, for all residential and commercial property in the City was valued at approximately $23.0 billion for **tax year 2024**, a 7.64% increase from the previous year.

Sales tax collections, which includes mix-drink sales tax, totaled $49,712,276 in fiscal year 2024, a 1.7% decrease from the previous year. The slight decrease in sales tax was due to a slowing economy, however the revenue still exceeded budget expectations due to fiscally conservative financial planning. In 2023, the City of Carrollton was notified it would received around $12.6 million from DART, and that money is currently under contract and is being used to fund the parking garages in the Trinity Mills Station development. The first of two parking garages is substantially complete at the time of this report, with the second garage beginning construction in early 2025.

Future Economic Outlook

The implementation of the Comptroller's change to rule 3.334, which would redistribute sales tax dollars, was delayed due to a lawsuit which was ruled in favor of the municipalities that filed it. The city continued to budget conservatively in fiscal year 2025 in preparation for the implementation of the proposed changes. The city's sales tax budget for fiscal year 2024 was increased by 15.15% during the mid-year re-estimated budget for fiscal year 2024 as the city performed 20.36% better than projected through July 31, 2024. By the end of fiscal year 2024, the city came in 20% over its original budgeted revenue and 4.5% over the revised estimate. However, the sales tax revenue received for fiscal year 2024 was 1.75% below the sales tax revenue received for Fiscal Year 2023. The City recognizes its exposure to sales tax volatility and has adopted a sales tax mitigation strategy whereby a portion of sales tax is dedicated to non-recurring capital expenditures.

For fiscal year 2025, property valuations increased 6.99% with a 6.95% increase in residential property and 9.36% increase in commercial and industrial properties. Carrollton has approximately 994 acres of vacant land ready for future development with 833 of those acres currently zoned for commercial and industrial use. This bodes well for the City as these uses generally require a lower level of City services while providing a higher level of revenue to the City, as compared to the typical residential development.

Carrollton’s economic future is not without challenges. The City is no longer an outer ring suburb that can simply rely on construction on vacant land to fuel growth in tax base and the economy. As it approaches single family residential build out and vacant commercial tracts become scarce, the City must invest more than ever to keep Carrollton an attractive place to live and work. The City Council, recognizing these trends, has adopted strategic goals that create a vision for the City’s future. To obtain this vision, the City has:

- Maintained conservative financial policies and strong financial position that will allow it to react quickly to development opportunities as well as withstanding economic downturns.

- Continuously evaluated the workforce for possible reductions. The savings from continuous evaluation of the workforce has been reinvested in the community through increased capital expenditure, increased code enforcement, and neighborhood reinvestment programs.
- Aggressively pursued transit-oriented development related to the light rail which arrived in the City in December 2010. DART's Silver Line project has continued construction with an expectation of operation in late 2025. This 26 mile line will provide DFW a connection from east to west, through Carrollton, to the Dallas-Fort Worth International Airport. Carrollton's multiple rail lines will allow it to eventually become one of the three mass transit rail hubs in the Metroplex. The construction of the first phase of the Trinity Mills Station Transit Oriented Development master plan commenced in 2023. Completion of the first multi-family complex is anticipated in 2025.

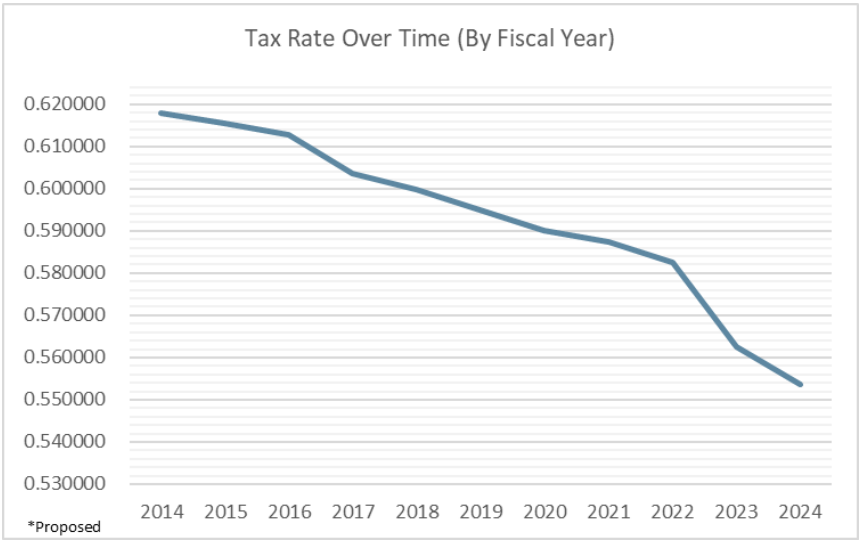
Long-term Financial Planning

The City Council has adopted a series of financial standards and policies for operating and debt management. Management of the City has made every effort to comply with these standards and policies and believe we are currently in compliance.

Sales tax is the City's second largest General Fund revenue and is also one of its most volatile. It has been the City's experience that rapid increases in sales tax revenues are often followed by rapid declines. Creating a "cap" for the amount of sales tax that can be used in a given year for operating purposes allows the City to manage this volatility, promotes a healthy pay-as-you-go infrastructure re-investment program, and protects the City from rapid revenue declines during times of economic downturns. For fiscal year 2024, sales tax exceeded the "cap" for operating purposes by over $18.9 million. This excess will be used for one-time non-recurring purposes in the fiscal year 2025 and fiscal year 2026 budget cycles.

Annually, a Multi-year Budget is presented to the City Council as part of the budget process. This document forecasts the operating, debt service, and fleet replacement fund operations for the upcoming five years. Additionally, a multi-year Capital Plan is prepared and presented to the City Council as part of the annual budget process.

Carrollton continues its focus to be a city that businesses and families want to call home. For tax year 2024, the City reduced its tax rate to 0.538750 per $100 assessed value due to the strong growth of its tax base. The City increased its senior exemption in tax year 2024 to $97,000. The City has also continued its focus on the investment in infrastructure throughout its boundaries. In fiscal year 2025, the city budgeted over $108 million in capital funding for new projects funded from debt issuance, non-recurring sources, and tax revenue.



In addition, the City has recognized the long-term financial implications of its pension and retiree health benefits. Regarding pensions, the city has significantly stepped up funding to ensure the long-term sustainability of the plan. The city maintains a healthy fund balance in our Employee Health Fund and continues its regular review of its financial status throughout the year.

OTHER INFORMATION

Independent Audit

Article II, Section 2.18 of the City Charter requires an annual audit of the books of account, financial records, and transactions of all administrative departments of the City by independent certified public accountants selected by the City Council. This requirement has been complied with, and the Report of the Independent Auditor's Report has been included in this report.

Additionally, the City's Audit, Finance, and Governance Committee serves as a subcommittee of the City Council and functions as an audit committee to hear and review all recommendations made by the independent auditors.

Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificated of Achievement for Excellence in Financial Reporting to the City for its Annual Comprehensive Financial Report for the fiscal year ended September 30, 2023. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report (ACFR), whose contents conform to program standards. Such ACFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City has received a Certificated of Achievement for the last 34 consecutive years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

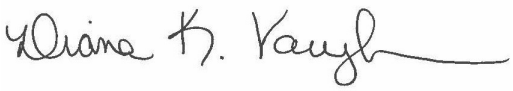
<u>Acknowledgments</u>

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department. Appreciation is expressed to City employees throughout the organization, especially those employees who were instrumental in the successful completion of this report.

We would like to thank members of the City Council for their interest and support in planning and conducting the financial operation of the City in a responsible and progressive manner.

Respectfully submitted,

Erin Rinehart
City Manager



Diana Vaughn, CPA
Chief Financial Officer

Melissa Everett, MS
Finance Director

CITY OF CARROLLTON, TEXAS

City Council

Steve Babick, Mayor

Richard Fleming, Mayor Pro Tem, Place 3

Christopher Axberg, Deputy Mayor Pro Tem, Place 1

Jason Carpenter
Place 2

Dr. Andrew Palacios
Place 4

Nancy S. Cline
Place 5

Daisy Palomo
Place 6

Rowena Watters
Place 7

City Manager

Erin Rinehart

Assistant City Manager

Chrystal Davis

Chief Financial Officer

Diana Vaughn, CPA

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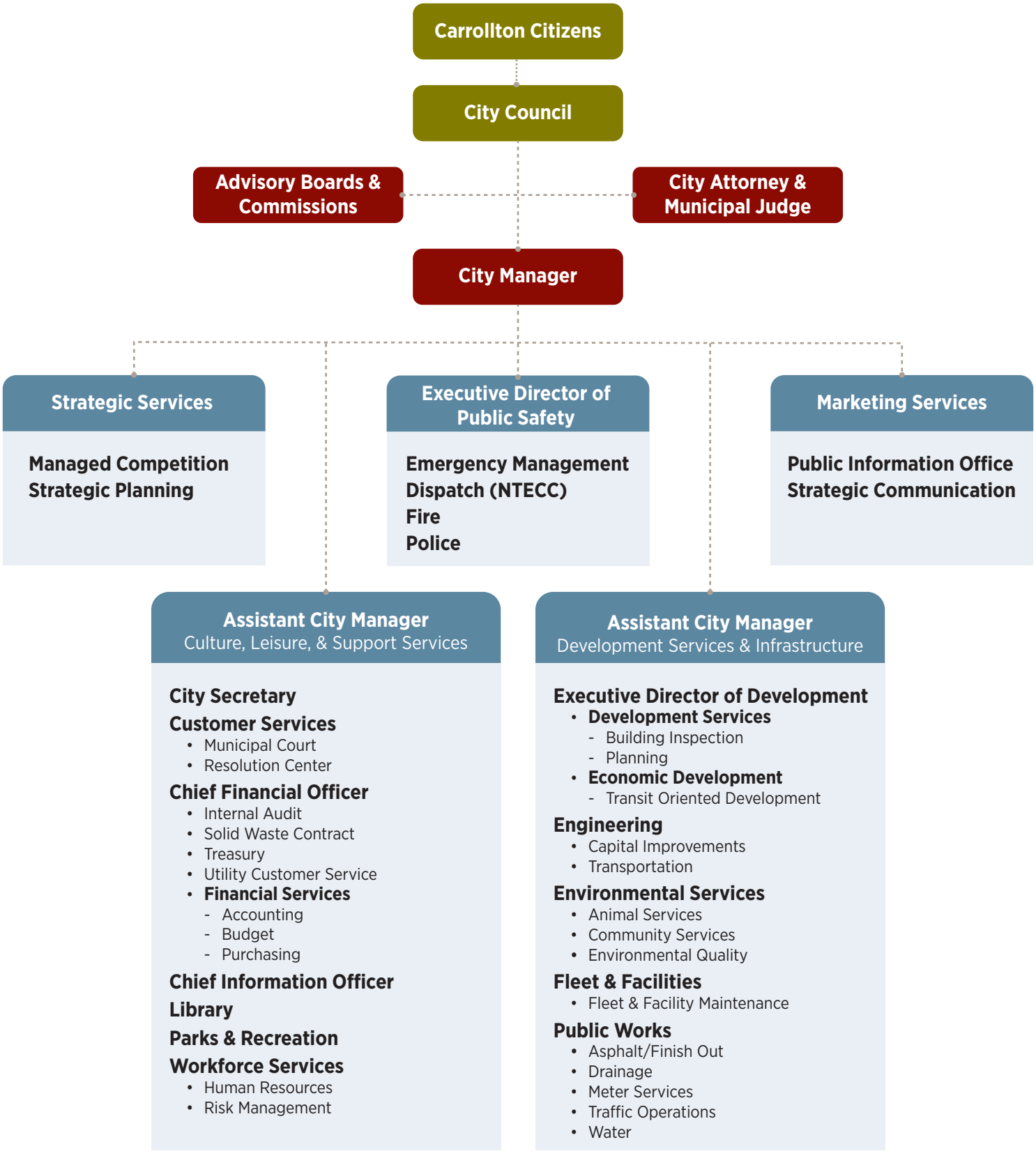
Organizational Chart



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Carrollton
Texas

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2023

Christopher P. Morrill

Executive Director/CEO

Forvis Mazars, LLP
14221 Dallas Parkway, Suite 400
Dallas, TX 75254
P 972.702.8262 | F 972.702.0673
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Independent Auditor's Report

The Honorable Mayor and Members of City Council
City of Carrollton, Texas
Carrollton, Texas

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Carrollton, Texas (City), as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a

substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, pension, and other postemployment benefit information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit for the year ended September 30, 2024, was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and budgetary schedules for the year ended September 30, 2024, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended September 30, 2024, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual fund financial statements and budgetary schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended September 30, 2024.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the City as of and for the year ended September 30, 2023 (not presented herein), and have issued our report thereon dated February 1, 2024, which contained unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. The individual fund financial statements and information included in the budgetary schedules related to the year ended September 30, 2023, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2023 financial statements. The information was subjected to the audit procedures applied in the audit of the 2023 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the individual fund financial statements and information included in the budgetary schedules are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended September 30, 2023.

Other Information

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory section, statistical section, and continuing financial disclosure tables, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Forvis Mazars, LLP

Dallas, Texas
February 26, 2025

CARROLLTON

TEXAS

CITY OF CARROLLTON, TEXAS

Management's Discussion and Analysis
For the Year Ended September 30, 2024

Amounts in Thousands Unless Stated Otherwise
(Unaudited)

February 27, 2025

As management of the City of Carrollton (City), we offer this narrative overview and analysis of the financial activities and financial position of the City for the fiscal year ended September 30, 2024. In the broadest context, the financial well-being of the government lies in the underlying wealth and willingness of its citizens and property owners to pay adequate taxes combined with the vision of the government's elected and appointed leadership to spend those taxes strategically. This allows the City's tax base, service levels, assets and desirability to be maintained, not just for the current year, but well into the future. Financial reporting is limited in its ability to provide this "big picture" but rather focuses on financial position and changes in financial position. In other words, are revenues and or expenses/expenditures higher or lower than the previous year? Has net position (containing both short and long-term assets and liabilities) or fund balances (the current "spendable" assets less current liabilities) of the government been maintained? We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal (pages I-VIII), the statistical section (pages 127-148), as well as information on the City's Council's Strategic Goals, the annual budget and other community information found on the City's website at www.cityofcarrollton.com. It should be noted from the Report of the Independent Auditor's association with various sections of this report and that all of the additional information from the website and other City sources is unaudited and has not been updated for events that may have occurred subsequent to the issuance of the respective report.

IN BRIEF

- The net position of the City at the close of the most recent fiscal year was $857,889. This number must be viewed in the context that a large portion of the City's net position of $483,715 (56.4%) is the net investment in capital assets, and that most capital assets in a government do not directly generate revenue nor can they be sold to generate liquid capital. The net position restricted for specific purposes totals $11,152 (1.3%). The remaining $363,022 (42.3%) is the unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors in accordance with the City's fund designation and fiscal policies. Unrestricted net position increased by $9,563 in fiscal year 2024.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of $335,518. Within this total $38,102 is restricted by specific legal requirements (such as by debt covenants), $977 is nonspendable for prepaid items and $240,411 has been committed and assigned to specific types of expenditures. The remaining $56,027 is an unassigned fund balance in the General Fund and can be used for any lawful purpose.
- The City's long-term liabilities decreased by $9,104 due primarily to a decrease of the City's net pension liability through the measurement date of December 31, 2023, due to improved investment performance partially offset by an increase in bonds payable, and an increase in the OPEB liability.

The City continued to see growth in property tax revenues. The Economic Factors and Next Year's Budget section on the last page of this discussion provide additional information on the subject.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of four components: 1) government-wide financial statements, 2) fund financial statements, 3) notes to the financial statements and 4) required supplementary information which includes this management's discussion and analysis and multi-year funding progress on the City's pension plan and retiree health plan. In addition to the basic financial statements, this report also contains other supplementary information as listed in the Table of Contents.

Government-wide financial statements – The government-wide financial statements are designed to provide readers with a broad overview of the City's finances in a manner similar to private-sector business.

The Statement of Net Position presents information on all the City's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net position changed during the fiscal year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

Both of the government-wide financial statements distinguish between functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government and administration, public safety, development services, and cultural recreation. The business-type activities of the City include water and sewer, golf course and sanitation operations. The government-wide financial statements can be found on pages 20-21 of this report.

Fund financial statements – A fund is a self-balancing set of accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Funds are also the primary focus of the annual budget process. All of the funds of the City can be divided into two categories – governmental funds and proprietary funds.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Nonfinancial assets such as governmental buildings, roads, drainage ways, park land and long-term liabilities such as bonds payable or long-term liabilities that will not be paid with current assets are excluded. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financial decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains twelve governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the General, Debt Service, Streets and Drainage, General and Public Facilities, and Parks and Recreation funds, all of which are considered to be major funds. Data from the other seven funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in the Annual Comprehensive Financial Report. The basic governmental funds financial statements can be found on pages 22-26.

Proprietary Funds – The City maintains two types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water and sewer, golf and sanitation operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses its internal service funds to account for its fleet services, risk management and employee health and disability programs. Because these services predominantly benefit governmental rather than business-type functions, they have been included primarily within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer, Golf Course, and Sanitation funds, since all are considered major funds of the City. All internal service funds are combined into a single aggregated presentation in the proprietary fund financial statements. Individual fund data for internal service funds is provided in the form of combining statements elsewhere in the Annual Comprehensive Financial Report. The basic proprietary fund financial statements can be found on pages 27-30 of this report.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 31-73.

Other Information – In addition to the basic financial statements, information required by the Governmental Accounting Standards Board is included herein, including this discussion and analysis and information concerning the City's progress in funding its obligation to provide pension and retiree health benefits to its employees.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position, and, especially net position by category, may serve over time as a useful indicator of a government's financial position. The City's net position was $857,889 as of September 30, 2024.

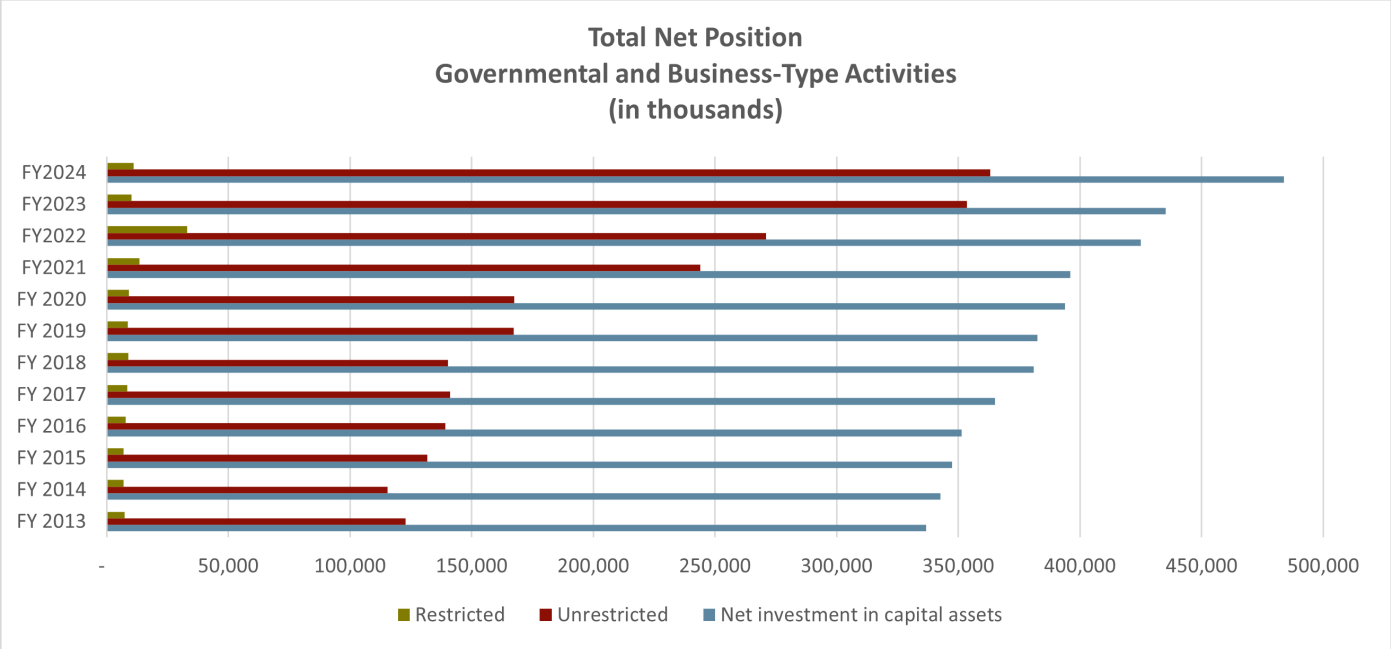
The largest portion of the City's net position $483,715 (56.4%) reflects its investments in capital assets (e.g., land, building, equipment, improvements and infrastructure), less any debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide service to citizens; consequently, these assets are not available for future spending, and with exception of business type assets, do not generate direct revenue for the City. They do represent, however, an obligation on the part of the City to maintain these assets into the future. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position of $11,152 (1.3%) represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position of $363,022 (42.3%) may be used to meet the government's ongoing obligations to citizens and creditors.

CITY OF CARROLLTON'S NET POSITION
(Amounts in Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2023	2024	2023	2024	2023	2024
Current and other assets	$ 379,885	$ 397,778	$ 66,079	$ 80,730	$ 445,963	$ 478,508
Capital Assets						
Lease and SBITA assets	7,238	5,345	2,028	1,515	9,266	6,859
Capital assets, net	509,527	558,251	129,418	129,375	638,945	687,627
Total Assets	896,650	961,374	197,525	211,620	1,094,174	1,172,994
Deferred outflows of resources	43,865	26,000	2,060	1,160	45,926	27,160
Long-term liabilities	299,669	284,351	12,410	18,622	312,078	302,974
Other liabilities	17,896	25,117	7,753	9,980	25,649	35,097
Total Liabilities	317,563	309,468	20,163	28,602	337,727	338,071
Deferred inflows of resources	3,445	4,032	113	163	3,558	4,195
Net Position:						
Net investment in capital assets	315,120	366,184	120,034	117,532	435,154	483,715
Restricted	9,385	10,157	818	995	10,204	11,152
Unrestricted	295,001	297,533	58,458	65,489	353,458	363,022
Total Net Position	$ 619,507	$ 673,874	$ 179,309	$ 184,015	$ 798,816	$ 857,889

As of September 30, 2024, the City has positive balances in all three categories of net position: both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

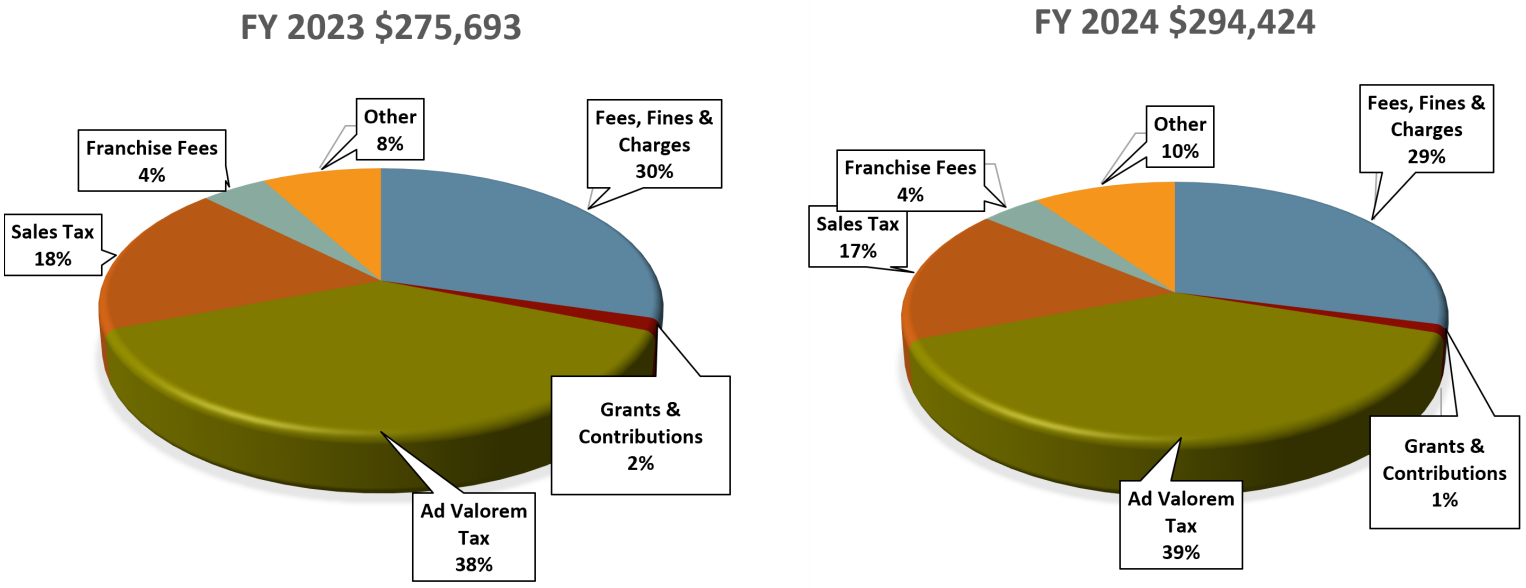


The current and other assets increased in the Governmental activities by $17,894 and increased in the Business-type activities by $14,651. Increase in the Governmental activities assets is primarily due to unspent proceeds from issuance of debt offset somewhat by pay-as-you-go funding for other capital projects. The increase in current and other assets in Business-type activities are is due to unspent bond proceeds from a new issuance of debt in fiscal year 2024, along with positive impact from current year operations. The City continues to invest in infrastructure, resulting in an increase in capital assets.

The City's long-term liabilities decreased by $9,104 due primarily to the change of the City's net pension liability with a measurement date of December 31, 2023 partially offset by an increase in bonds payable and an increase in the OPEB liability.

Analysis of the City's Operations – Overall the City had an increase in net position of $59,072 or 7.4%, which is relatively consistent with the $66.7 million increase in 2023. This increase is a result of increased ad valorem taxes, investment earnings, and a reduction in pension expense.

Changes in Net Position
Revenue by Major Category
Governmental and Business-Type Activities

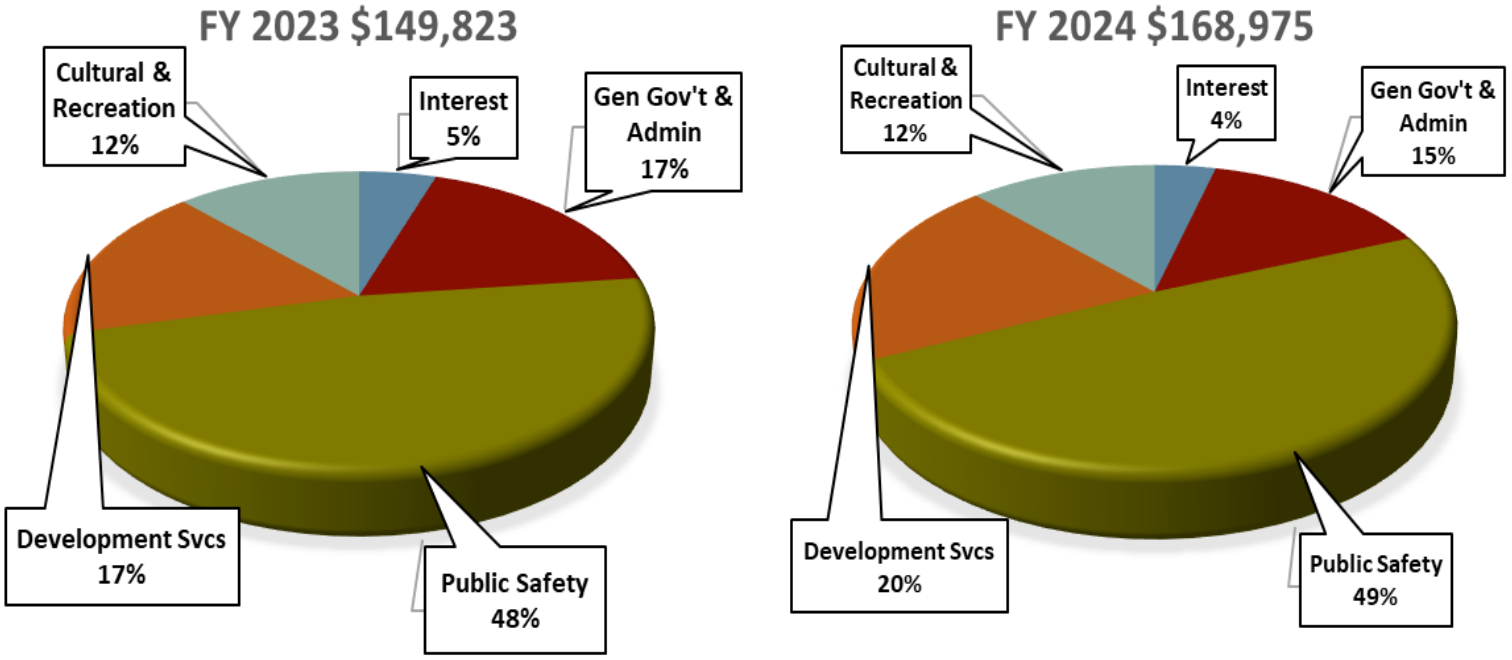


Governmental Activities: Governmental activities net position increased by $54,367. Net investment in capital assets increased by $51,063 or 16.20%. The increase was primarily due to net capital asset activity outpacing the issuance of debt. Restricted net position increased by $772 or 8.2%. Unrestricted net position increased by $2,531 or 0.86%. The increase was primarily driven by items discussed above.

Excluding transfers from business-type activities, total revenues for governmental activities increased from the previous year by $12,739. General revenue (excluding transfers) had a net increase of $13,210 or 7.02%. Ad valorem tax experienced an increase of $10,070 due to growth in assessed valuations from both new construction and increases in existing values. Additionally, a decrease was seen in sales taxes of $885. Other general revenues increased by $4,027, primarily due to an increase in investment income offset by a decrease in miscellaneous revenue. Program revenues had a net increase of $475 primarily due to an increase in Fines and Forfeiture revenue collected. Net transfers between business-type activities and governmental activities

changed by $11,184 from the previous year due to a large capital contribution from the General Fund for automated meter infrastructure that occurred in fiscal year 2023, that did not occur in 2024.

Expenses by Type
Governmental Activities



Total expenses for governmental activities increased by $19,152 or 12.78% is primarily due to increases in salaries, TMRS pension funding, and increases to operational costs related to development services.

Business-type Activities: Net position from business-type activities increased by $4,706 or 2.62% from $179,310 to $184,016. Net investment in capital assets increased by $(2,502) or 2.2%. Restricted net position increased by $177 or 21.60%. Program revenues for business-type activities increased by $3,288 primarily due to an increase in water & sewer rates.

The following table provides a summary of the City's operations for year ended September 30, 2024 with comparative totals for year ended September 30, 2023.

CITY OF CARROLLTON'S CHANGES IN NET POSITION

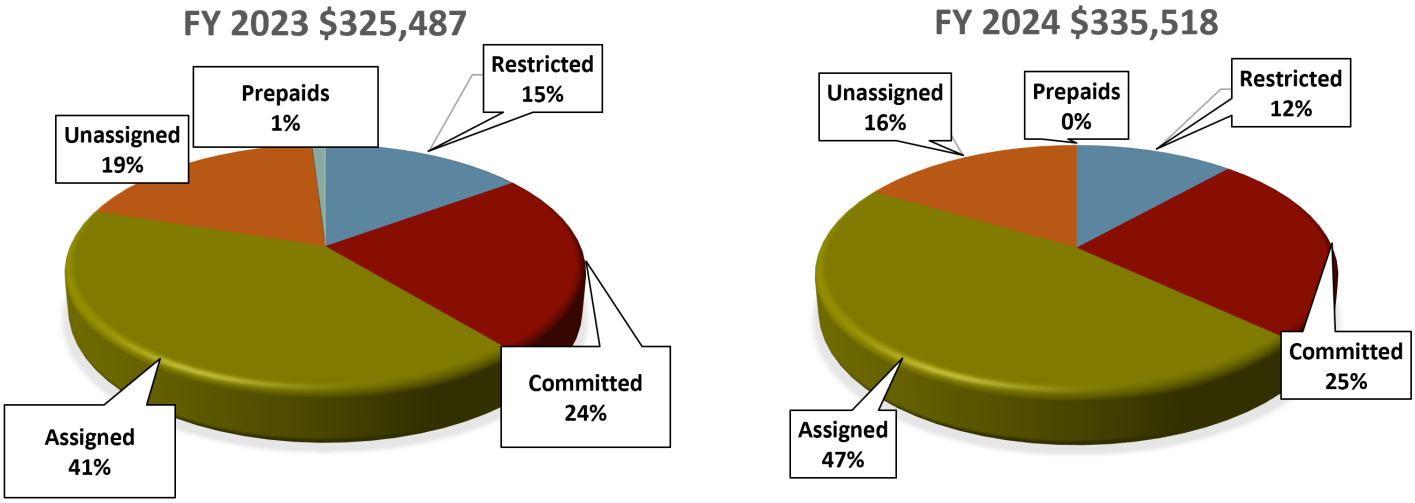
(Amounts in Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2023	2024	2023	2024	2023	2024
Revenues						
Program Revenues:						
Fees, Fines, and Charges for Services	$ 13,024	13,780	$ 68,371	$ 71,559	$ 81,395	$ 85,339
Operating Grants and Contributions	2,222	1,702	-	-	2,222	1,702
Capital Grants and Contributions	1,674	963	297	397	1,971	1,360
General Revenues:						
Ad Valorem Taxes	105,092	115,162	-	-	105,092	115,162
Sales Tax	50,597	49,712	-	-	50,597	49,712
Occupancy Tax	594	577	-	-	594	577
Franchise Fees	12,247	12,169	-	-	12,247	12,169
Investment Earnings:						
Net of change in fair value of investments	12,087	22,607	1,424	3,727	13,511	26,335
Gain on Sale of Capital Assets	428	315	85	329	513	644
Miscellaneous	7,043	756	510	666	7,553	1,423
Total Revenues	$ 205,006	$ 217,745	$ 70,687	$ 76,678	$ 275,693	$ 294,424
Expenses						
General Government and Administration	$ 26,458	$ 25,004	$ -	$ -	$ 26,458	$ 25,004
Public Safety	71,523	83,173	-	-	71,523	83,173
Development Services	26,063	34,075	-	-	26,063	34,075
Cultural and Recreational	18,747	20,167	-	-	18,747	20,167
Interest on Long-Term Debt	7,031	6,556	-	-	7,031	6,556
Water and Sewer	-	-	48,239	54,585	48,239	54,585
Golf	-	-	616	1,091	616	1,091
Sanitation	-	-	10,365	10,701	10,365	10,701
Total Expenses	149,823	168,975	59,221	66,377	209,042	235,351
Increase in Net Position before Transfers	55,184	48,770	11,466	10,302	66,650	59,072
Transfers	(5,588)	5,596	5,588	(5,596)	-	-
Increase in Net Position	49,597	54,366	17,053	4,706	66,649	59,072
Net Position October 1	569,910	619,507	162,256	179,310	732,166	798,817
Net Position September 30	$ 619,507	$ 673,873	$ 179,310	$ 184,016	$ 798,815	$ 857,889

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Governmental funds – The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending in the next fiscal year.

Fund Balances by Type
Governmental Activities



At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of $335,518. Within this total, $38,102 is restricted by specific legal requirements, such as by debt covenants, $977 for prepaid expenditures, and $240,410 has been committed or assigned to specific types of expenditure. The remaining $56,027 is unassigned fund balance in the General Fund and can be used for any lawful purpose.

One of the City's financial policies is to maintain fund balance in the General Fund equal to 60 days expenditures. When those balances significantly exceed the 60-day target, the excess is transferred to capital project funds to fund pay-as-you-go capital expenditures. Sales tax is the General Funds second largest revenue source, and much of the excess fund balance is available due to conservative budgetary sales tax estimates due to previous litigation related to sales tax disbursements. The nature of sales tax in Texas is discussed in note 6 on pages 53-54 of this report. In order to manage this volatile revenue source, the city council adopted a financial policy to transfer sales tax received in excess of the amount budgeted for recurring purposes to capital

projects funds to be used for one-time capital expenditures. The fund balance exceeding the City's financial policy of 60 days was addressed during the fiscal year with significant transfers to other funds.

The Parks and Recreational Fund was identified as a major fund and is presented as such in this report. This is a result of an increased cash transfers into the Parks and Recreation Fund to fund various capital projects and additional bond sale revenue being reflected in the fund as well. This fund is only expected to remain a major fund for the next few years until several projects are completed.

Debt service fund balance decreased in 2024 by $186. Streets and Drainage Capital Projects fund balance decreased by $31 primarily due to the construction of previously identified projects offset somewhat by bond proceeds. The General and Public Facilities Capital Projects fund balance increased by $2,749 primarily due to transfers in that will continue to be expended on future capital outlays.

Proprietary funds – The City's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the respective enterprise funds is $61,226 for Water and Sewer, $3,317 for Golf Course, and $397 for Sanitation. The total of all enterprise funds' unrestricted net position of $64,940 is increased by $548 for the consolidation of the internal service fund activities related to enterprise funds to equal the total unrestricted net position for business-type activities in the entity-wide statements of $65,489. Change in net position for enterprise funds in 2024 were $4,352 in the Water and Sewer Fund, $(49) in the Golf Course Fund and $196 in the Sanitation Fund.

General Fund Budgetary Highlights – Actual revenues collected exceeded management's original estimate of the General Fund's revenues by $11,348 or 8.1% due primarily to the sales tax and investment income performing above budgetary amounts, conservative budget practices and the expectation that Rule Change 3.334 would go into effect which would have lowered sales tax revenue. Additionally, expenditures were less than budget primarily due to vacancies reflected in personnel costs.

PENSIONS AND RETIREE HEALTHCARE

Pensions and retiree health care continue to receive negative media attention as governments around the nation struggle to fund these commitments. The City is committed to providing programs in these areas that are fair to both employees and taxpayers and that can be sustained over the long term.

Effective for fiscal year 2015, Governmental Accounting Standards Board (GASB) Statement No. 68, "Accounting and Financial Reporting for Pensions,"an amendment of GASB Statement No. 27, created specific reporting requirements for pensions that are different than that used for funding purposes. Both valuations are important as the reporting valuation provides a rigorous uniform measure that can be used to compare the City's pension

liabilities to other governments from around the nation. The funding valuation is important as the actuarial methods used (including strategies for repaying any unfunded actuarial accrued liabilities) combined with the City's history of making those contributions provides insights regarding the city's commitment to and the effectiveness of its funding strategy. Information contained in the financial statements themselves, including the first schedule of Required Supplementary Information (RSI), Schedule of Changes in Net Pension Liability and Related Ratios, is based on the reporting valuation. The second schedule in the RSI, Schedule of Contributions, is based on the funding valuation. On a reporting basis, the City's financial statements reflect a Net pension Liability (NPL) as of September 30, 2024 of $22,643 which is 31.83% of the City's annual covered payroll of $71,143. The NPL decreased by $(23,104) from the previous year primarily due to higher than expected investment return coupled with increased contributions. The sizable amount of fiduciary net position invested for the City by TMRS combined with the natural volatility of investment returns from year to year make both the NPL and pension expense volatile.

Effective January 1, 2022, the City re-opened the health plan to employees eligible to retire in the City. Employees 60 years of age and with at least ten years of consecutive service with the city will be eligible to pay the same rates as those on the closed retiree health program. This change was made in response to the unaffordability of age-based rates combined with the highest claimant leaving the closed plan. The Total OPEB Liability (TOL) recorded as of September 30, 2024 is $5,193,178.

CAPITAL ASSETS

The City's investment in capital assets for its governmental and business-type activities as of September 30, 2024, amounts to $687,627 (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, intangibles, improvements, and infrastructure and construction in progress. The total increase in the City's investment in capital assets, net of accumulated depreciation, for the current fiscal year was 7.62% (9.56% increase for governmental activities and 0.03% decrease in business-type activities.) Accurately estimating useful lives for purposes of depreciation can be difficult particularly for infrastructure.

Capital Assets at Year-End
Net of Accumulated Depreciation

	Governmental Activities		Business-Type Activites		Total	
	2023	2024	2023	2024	2023	2024
Land	$ 100,125	$ 100,125	$ 2,378	$ 2,330	$ 102,503	$ 102,455
Buildings	30,085	27,280	1,568	1,268	31,653	28,549
Equipment	19,532	20,174	2,803	2,878	22,335	23,051
Intangibles	2,019	1,228	30	20	2,048	1,248
Improvements	34,529	37,185	2,793	2,367	37,322	39,552
Infrastructure	305,057	335,662	119,337	119,721	424,394	455,383
Construction in Progress	18,181	36,597	510	791	18,690	37,388
Total	$ 509,527	$ 558,251	$ 129,418	$ 129,375	$ 638,944	$ 687,627

Leased and subscription assets are not included in this schedule. Details on leased and subscription assets can be found in Note 4: Capital, Lease, and Subscription Assets, in addition to Note 15: Leases, and note Note 16: Subscription Liabilities.

Major capital asset events during the current fiscal year included the following:

- Parks and recreation improvements totaling $4.4 million including: $1.7 million for the completion of the Rosemeade Recreation Center Upgrade, $996 thousand for improvements on McInnish Park restrooms; $409 thousand on Dudley Branch Trail, and $300k on Playground and Pavilion Upgrades
- Water and sewer infrastructure improvements totaling $6.7 million, including $2.2 million on Northland and Ridgecrest Estates, $1.5 million on Automated Meters Project, and $1.4 million on upgrades to Don Cline pump station, along with other various water and sewer infrastructure upgrades.
- Street and Alley Improvements of $38.7 million, and including $18.2 million on arterial infrastructure, $15.6 million in Residential Street replacements, and $4.9 million in alley improvements.
- Drainage Improvements of $5.6 million, including $1.9 million in storm water improvements in Carrollton Heights, $1.6 million in the Mustang Park Neighborhood, and $636 thousand for Coyote Ridge, in addition to other stormwater infrastructure improvements.

Additional information on the City's capital assets can be found in Note 4 on pages 45-48 of this report.

DEBT ADMINISTRATION

At the end of the current fiscal year, the City had a total bonded debt of $236,979 including unamortized premiums. Of this amount, $221,539 comprises bonded debt backed by the full faith and credit of the government, and $15,440 represents bonds secured solely by water and sewer revenues.

Outstanding Debt at Year End
Bonds Payable

	Governmental Activities		Business-type Activities		Total	
	2023	2024	2023	2024	2023	2024
General Obligation Bonds	$ 216,583	$ 221,539	$ -	$ -	$ 216,583	$ 221,539
Revenue Bonds	-	-	7,872	15,440	7,872	15,440
Total	$ 216,583	$ 221,539	$ 7,872	$ 15,440	$ 224,455	$ 236,979

During the fiscal year, the City's total debt increased by $12,524 or 5.58% due to issuance of $29,494 (including premium) of a new General Obligation Bond new money issue and an additional $8,164 (including premium) of Revenue Bonds. The new issue was partially offset by existing debt retirements of $24,537 and revenue bond retirements of $596.

As a water distribution and sewer collection utility, the City does not have any debt outstanding related to water and sewer treatment. However, it does have long-term contracts with its regional suppliers that have outstanding debt related to the provision of these services. Table 14, "Direct and Contractually Obligated - Property Tax and Revenue Debt," found on page 141, lists the City's pro-rata share of debt that is contractually obligated.

The City's General Obligation and Waterworks and Sewer System Revenue Bond ratings are listed below.

	Standard & Poor's	Fitch
General Obligation Bonds	AAA	AAA
Revenue Bonds	AAA	AAA

Additional information on the City's long term-debt can be found in note 5 on pages 48-52 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

In the fiscal year 2025 Budget, General Fund recurring revenues are budgeted to increase by 4.85% from the fiscal year 2024 budget with ad valorem taxes making up 53.85% of General Fund budgeted revenues. The certified assessed values for the City increased by 6.97% for the fiscal year 2025 budget, and included over $240 million in value as a result of new construction. The City Council reduced the tax rate by 2.7%. The City maintains the ability to use an unused tax increment in the next budget year which would allow it to raise the tax rate over the 3.5% cap without requiring an election, if needed.

Sales taxes continues to perform above budgetary expectations. The State of Texas proposed a new rule change that could impact the amount of sales tax that the city could receive from its local businesses. The city reduced its Sales and Use Tax budget to accommodate for this potential decrease.

The City continues to develop commercially. The new Trinity Mills Station Urban Development site broke ground in 2023 and will host an additional transit rail station, office buildings, mixed use, commercial and residential buildings. The city also maintains a strong warehouse district that continues to be rented at capacity due to the close proximity to the airport, major highways and the railway.

The Water and Sewer Operating Fund will see 7.25% increase in revenue as a result of rate increases for fiscal year 2025 as the city continues its planning for increased debt needs and the implementation of Automated Meter Infrastructure(AMI). The commercial pilot of the AMI is currently being deployed. In May 2024, Fitch Ratings, Inc. and S&P Global Ratings both maintained its AAA rating of the city's Water and Sewer bonds.

REQUEST FOR INFORMATION

The financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the City's finances. If you have questions about this report or need any additional information, contact the Department of Finance, Attn: Finance Director, at P.O. Box 110535, Carrollton, Texas 75011-0535, e-mail at Accounting@cityofcarrollton.com or call (972) 466-3110.

CITY OF CARROLLTON, TEXAS

Government-Wide Statement of Net Position
September 30, 2024

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets			
Cash, cash equivalents, and investments	$ 299,379,567	$ 65,052,593	$ 364,432,160
Receivables (net of allowance for doubtful accounts):			
Ad valorem taxes	234,030	-	234,030
Sales taxes	8,314,584	-	8,314,584
Franchise fees	2,963,907	-	2,963,907
Accounts	-	9,894,194	9,894,194
Accrued interest	1,788,726	335,599	2,124,325
Other	10,713,029	144,629	10,857,658
Public Improvement District assessment	9,922,530	-	9,922,530
Due from other governments	527,508	-	527,508
Internal balances	(548,414)	548,414	-
Inventories	95,679	-	95,679
Prepaids items	1,097,262	-	1,097,262
Equity interest in joint venture	5,342,952	-	5,342,952
Land held for redevelopment	3,824,754	-	3,824,754
Restricted assets:			
Cash, cash equivalents, and investments	54,122,341	4,754,888	58,877,229
Capital assets:			
Lease assets, net of accumulated amortization	3,451,845	-	3,451,845
SBITA Assets, net of accumulated amortization	1,892,710	1,514,525	3,407,235
Land	100,124,777	2,329,929	102,454,706
Buildings	89,816,169	19,998,757	109,814,926
Equipment	64,703,693	10,390,461	75,094,154
Intangibles	10,756,801	828,392	11,585,193
Improvements	68,528,471	16,254,817	84,783,288
Infrastructure	497,613,577	287,459,055	785,072,632
Construction in progress	36,597,158	791,205	37,388,363
Accumulated depreciation	(309,889,559)	(208,677,192)	(518,566,751)
Total assets	961,374,097	211,620,266	1,172,994,363
Deferred outflows of resources			
OPEB contributions after measurement date	39,642	2,073	41,715
Changes in OPEB assumptions	179,021	10,295	189,316
Difference in expected and actual OPEB experience	1,641,337	85,438	1,726,775
Difference in expected and actual pension experience	4,385,016	174,607	4,559,623
Pension contributions after measurement date	7,080,023	370,281	7,450,304
Difference in projected and actual earnings on pension assets	12,675,364	517,285	13,192,649
Total deferred outflows of resources	26,000,403	1,159,979	27,160,382
Liabilities			
Accounts payable	17,331,218	6,559,926	23,891,144
Accrued interest	1,124,911	230,275	1,355,186
Interfund payables	2,467	-	2,467
Unearned revenue	6,658,719	-	6,658,719
Customer deposits payable	-	3,189,932	3,189,932
Noncurrent liabilities:			
Due within one year	25,014,464	1,422,979	26,437,625
Due in more than one year	259,336,745	17,199,216	276,535,961
Total liabilities	309,468,706	28,602,328	338,071,034
Deferred inflows of resources			
Deferred charges on refunding	450,497	-	450,497
Difference in expected and actual pension experience	-	3,595	3,595
Changes in actuarial assumptions used to determine pension liability	2,641,208	138,369	2,779,577
Deferred inflows related to leases	547,822	-	547,822
Changes in actuarial assumptions used to determine OPEB liability	392,689	20,537	413,226
Total deferred inflows of resources	4,032,216	162,501	4,194,717
Net position			
Net investment in capital assets	366,183,502	117,531,562	483,715,064
Restricted for:			
Debt service	5,423,039	995,097	6,418,136
Capital projects	2,212,551	-	2,212,551
Special revenue, public safety	2,521,547	-	2,521,547
Unrestricted	297,532,939	65,488,757	363,021,696
Total net position	$ 673,873,578	$ 184,015,416	$ 857,888,994

See accompanying notes to basic financial statements.

CITY OF CARROLLTON, TEXAS

Government-Wide Statement of Activities
For the Year Ended September 30, 2024

		Program Revenues			Net (Expenses) Revenue and Changes in Net Position		
Program Activities	**Expenses**	**Fees, Fines, and Charges for Services**	**Operating Grants and Contributions**	**Capital Grants and Contributions**	**Governmental Activities**	**Business-Type Activities**	**Total**
Governmental activities:							
Interest and fiscal charges	$ 6,556,197	$ -	$ -	$ -	$ (6,556,197)	$ -	$ (6,556,197)
General government and administration	25,003,859	255,179	18,948	-	(24,729,732)	-	(24,729,732)
Public safety	83,173,075	9,682,843	357,122	102,500	(73,030,610)	-	(73,030,610)
Development services	34,075,426	1,371,156	1,325,853	860,176	(30,518,241)	-	(30,518,241)
Cultural and recreational	20,166,681	2,470,946	-	-	(17,695,735)	-	(17,695,735)
Total governmental activities	168,975,238	13,780,124	1,701,923	962,676	(152,530,515)	-	(152,530,515)
Business-type activities:							
Water and Sewer	54,584,961	58,066,545	-	397,032	-	3,878,616	3,878,616
Golf	1,090,547	806,613	-	-	-	(283,934)	(283,934)
Sanitation	10,701,069	12,685,553	-	-	-	1,984,484	1,984,484
Total business-type activities	66,376,577	71,558,711	-	397,032	-	5,579,166	5,579,166
Total government	$ 235,351,815	$ 85,338,835	$ 1,701,923	$ 1,359,708	(152,530,515)	5,579,166	(146,951,349)
General revenues:							
Taxes:							
Ad valorem					115,162,154	-	115,162,154
Sales					49,712,276	-	49,712,276
Occupancy					577,425	-	577,425
Franchise fees based upon gross receipts					12,169,441	-	12,169,441
Investment earnings net of change in fair value of investments					22,607,484	3,727,391	26,334,875
Gain on sale of capital assets					315,131	328,996	644,127
Miscellaneous					756,991	666,338	1,423,329
Transfers					5,596,320	(5,596,320)	-
Total general revenues and transfers					206,897,222	(873,595)	206,023,627
Change in net position					54,366,707	4,705,571	59,072,278
Net position at beginning of year					619,506,871	179,309,845	798,816,716
Net position at end of year					$ 673,873,578	$ 184,015,416	$ 857,888,994

See accompanying notes to basic financial statements.

CITY OF CARROLLTON, TEXAS

Balance Sheet
Governmental Funds
September 30, 2024

	General	Debt Service	Streets and Drainage	General and Public Facilities	Parks and Recreation	Other Governmental Funds	Total Governmental Funds
Assets							
Cash and cash equivalents	$ 50,433,940	$ 5,388,126	$ 118,024,684	$ 74,096,646	$ 36,374,861	$ 46,116,765	$ 330,435,022
Receivables (net, where applicable, of allowance for doubtful accounts):							
Ad valorem taxes	234,032	-	-	-	-	-	234,032
Sales taxes	8,314,584	-	-	-	-	-	8,314,584
Franchise fees	2,963,907	-	-	-	-	-	2,963,907
Accrued interest	347,483	34,913	653,470	287,581	123,434	211,528	1,658,409
Other	2,118,234	-	-	8,086,210	315,266	-	10,519,710
Due from other governments	33,284	-	-	382,209	-	112,015	527,508
Prepaid items	864,828	-	-	-	-	112,067	976,895
Land held for redevelopment	-	-	-	3,824,754	-	-	3,824,754
Total assets	$ 65,310,292	$ 5,423,039	$ 118,678,154	$ 86,677,400	$ 36,813,561	$ 46,552,375	$ 359,454,821
Liabilities, Deferred Inflows of Resources and Fund Balances							
Liabilities							
Accounts payable	$ 6,860,348	$ -	$ 5,852,503	$ 790,879	$ 965,308	$ 728,024	$ 15,197,062
Unearned revenue	23,526	-	72,000	6,348,251	-	214,942	6,658,719
Total liabilities	6,883,874	-	5,924,503	7,139,130	965,308	942,966	21,855,781
Deferred inflows of resources							
Deferred inflows related to leases	893	-	-	234,585	312,344	-	547,822
Unavailable revenue	1,533,506	-	-	-	-	-	1,533,506
Total deferred inflows of resources	1,534,399	-	-	234,585	312,344	-	2,081,328
Fund balances:							
Nonspendable for:							
Prepaid items	864,828	-	-	-	-	112,067	976,895
Restricted for:							
Debt service	-	5,423,039	-	-	-	-	5,423,039
Streets and drainage	-	-	15,232,253	-	-	-	15,232,253
Public facilities	-	-	-	6,157,907	-	-	6,157,907
Other capital projects	-	-	-	-	-	8,743,873	8,743,873
Other purposes	-	-	-	-	-	2,545,220	2,545,220
Committed to:							
Street rehabilitation	-	-	49,518,355	-	-	-	49,518,355
Capital projects	-	-	-	-	1,060,885	32,999,098	34,059,983
Assigned to:							
Streets and drainage	-	-	48,003,043	-	-	-	48,003,043
Public facilities	-	-	-	73,145,778	-	-	73,145,778
Other capital projects	-	-	-	-	34,475,024	-	34,475,024
Other purposes	-	-	-	-	-	1,209,151	1,209,151
Unassigned	56,027,191	-	-	-	-	-	56,027,191
Total fund balances	56,892,019	5,423,039	112,753,651	79,303,685	35,535,909	45,609,409	335,517,712
Total liabilities and fund balances	$ 65,310,292	$ 5,423,039	$ 118,678,154	$ 86,677,400	$ 36,813,561	$ 46,552,375	$ 359,454,821

See accompanying notes to basic financial statements.

Reconciliation of the Governmental Funds Balance Sheet to Statement of Net Position
September 30, 2024

Total fund balance - total governmental funds		$ 335,517,712
Amounts reported for governmental activities in the statement of net position are different because:		
PID Assessment Receivable is not a current financial resource and therefore is not reported in governmental funds balance sheet.		9,922,530
Equity investment in Joint Venture is not a current financial resource and therefore is not reported in the governmental funds balance sheet.		5,342,952
Leased and subscription assets are not a current financial resource.		5,344,555
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds balance sheet. Includes capital assets of Internal Service Funds.		558,251,087
Deferred outflows of resources are not reported in the governmental funds:		
OPEB contributions after measurement date	39,642	
Pension contributions after measurement date	7,080,023	
Difference in expected and actual Pension Experience	4,385,016	
Changes in OPEB Assumptions	179,021	
Difference in actual OPEB experience	1,641,337	
Difference in pension investment returns	12,675,364	
		26,000,403
Internal service funds are used by management to charge the cost of certain activities, such as insurance and fleet management, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the government-wide statement of net position (net of amount allocated to business-type activities, capital assets, and long-term liabilities). Internal Service Fund balances are not included in other reconciling items.		
Current assets	$ 23,606,568	
Accounts payable	(2,136,628)	
Net amount allocated to business-type activities	(548,414)	20,921,526
Interest payable on long-term debt does not require current financial resources. Therefore, interest payable is not reported as a liability in the governmental funds balance sheet.		(1,124,911)
Long-term liabilities are not due and payable in the current period, therefore, they are not reported in the governmental funds balance sheet. Does include Internal Service Funds' noncurrent liabilities.		
Due within one year	$ 25,491,504	
Due in more than one year	258,859,887	(284,351,391)
Deferred inflows for unavailable revenues are not reported in governmentwide statements.		1,533,509
Deferred inflows of resources are not reported in the governmental funds:		
Changes in actuarial assumptions used to determine pension liability	(2,641,208)	
Charges on refunding	(450,497)	
OPEB assumption change	(392,689)	(3,484,394)
Net position of governmental activities		$ 673,873,578

See accompanying notes to basic financial statements.

CITY OF CARROLLTON, TEXAS

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2024

	General	Debt Service	Streets and Drainage	General and Public Facilities	Parks and Recreation	Other Governmental Funds	Total Governmental Funds
Revenues							
Taxes:							
Ad valorem	$ 70,345,339	$ 30,840,495	$ 5,979,490	$ -	$ -	$ 7,426,886	$ 114,592,210
Penalty and interest	473,329	96,615	-	-	-	-	569,944
Sales	49,712,276	-	-	-	-	-	49,712,276
911 fees	1,874,111	-	-	-	-	-	1,874,111
Occupancy	-	-	-	-	-	577,425	577,425
Franchise fees	12,009,311	-	-	160,130	-	-	12,169,441
Assessments	-	-	8,225	-	-	29,485	37,710
Charges for services	5,990,336	-	-	-	230,022	57,853	6,278,211
Intergovernmental	225,234	-	-	538,086	-	1,573,635	2,336,955
Licenses and permits	2,250,450	-	-	-	-	25,525	2,275,975
Fines and forfeitures	2,980,882	-	-	62,666	-	288,468	3,332,016
Investment earnings net of change in fair value of investments	5,854,614	75,505	6,834,485	4,216,015	1,722,997	2,451,063	21,154,679
PID assessment revenue	-	-	-	-	-	1,194,688	1,194,688
Miscellaneous	413,403	-	-	134,358	7,643	184,261	739,665
Total Revenues	152,129,285	31,012,615	12,822,200	5,111,255	1,960,662	13,809,289	216,845,306
Expenditures							
Current:							
General government and administration	24,061,506	86,156	-	-	-	878,393	25,026,055
Public safety	78,120,944	-	-	-	-	388,590	78,509,534
Development services	13,153,759	-	-	-	-	-	13,153,759
Cultural and recreational	15,746,515	-	-	-	-	70,012	15,816,527
PID Development Reimbursement	-	-	-	-	-	1,194,688	1,194,688
Capital outlay	-	-	41,119,512	22,142,251	9,124,559	3,850,401	76,236,723
Debt service:							
Principal retirement	2,129,904	22,210,000	-	109,179	-	-	24,449,083
Interest and fiscal charges	80,184	8,821,974	-	241	-	-	8,902,399
Total Expenditures	133,292,812	31,118,130	41,119,512	22,251,671	9,124,559	6,382,084	243,288,768
Excess (deficiency) of revenues over (under) expenditures	18,836,473	(105,515)	(28,297,312)	(17,140,416)	(7,163,897)	7,427,205	(26,443,462)
Other financing sources (uses):							
Leases issued	39,284	-	-	149,932	-	-	189,216
SBITA issued	148,879	-	-	-	-	-	148,879
Bonds issued, including Premium	-	291,873	25,301,660	-	3,900,000	-	29,493,533
Other	-	(500)	-	-	-	-	(500)
Transfers in	6,928,523	-	2,964,487	28,000,150	10,470,720	270,000	48,633,880
Transfers out	(33,730,150)	-	-	(8,260,720)	-	-	(41,990,870)
Total other financing sources (uses)	(26,613,464)	291,373	28,266,147	19,889,362	14,370,720	270,000	36,474,138
Net change in fund balances	(7,776,991)	185,858	(31,165)	2,748,946	7,206,823	7,697,205	10,030,676
Fund balances at beginning of year	64,669,010	5,237,181	112,784,816	76,554,739	28,329,086	37,912,204	325,487,036
Fund balances at end of year	**$ 56,892,019**	**$ 5,423,039**	**$ 112,753,651**	**$ 79,303,685**	**$ 35,535,909**	**$ 45,609,409**	**$ 335,517,712**

See accompanying notes to basic financial statements.

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended September 30, 2024

Net change in fund balances - total governmental funds			$	10,030,676
Amounts reported for governmental activities in the statement of activities are different because:				
The City's share of net gain from investment in joint venture is not reflected in fund financial statements				947,113
Revenue from court warrants for the City not recognized in fund financial statements on the modified accrual basis is recognized in the government-wide financial statements on the accrual basis				3,356
Governmental funds report capital outlay as expenditures. However, in the government-wide statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of capital outlay recorded as capital, leased and subscription assets in the current period.				67,056,471
The net effect of various transactions involving capital assets				
Capital contributions	$	327,645		
Asset retirements/disposals/adjustments		(17,829)		309,816
Principal payments on leases				767,711
Amortization of lease assets				(730,913)
SBITA Payment				1,267,581
SBITA Amortization				(1,484,684)
Depreciation expense on capital assets is reported in the government-wide statement of activities, but does not require the use of current financial resources. Therefore, depreciation expense is not reported as expenditure in governmental funds.				(23,990,096)
The issuance of long-term debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activites. This amount is the net effect of these differences in the treatment of long-term debt and related items.				
Leases Issued		(189,217)		
SBITA Issued		(148,879)		
Bonds issued including premium		(29,493,533)		
Bond principal retirement		22,210,000		
Payment to refunding bond escrow agent		500		
Change in accrued interest on Bonds Payable		(5,904)		
Amortization of bond premiums		2,327,065		
Amortization of deferred charges on refundings		110,369		(5,189,599)
Expenditures are recognized in the governmental funds when paid or due for items not normally paid with available financial resources. However, the Statement of Activities is presented on an accrual basis and expenses are reported when incurred. This amount is the net effect of these differences.				
Compensated absences expenses	$	(1,323,811)		
Pension costs & OPEB, net		2,142,671		818,860
Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The net revenue of the internal service funds is reported with governmental activities net of amount allocated to business-type activities and depreciation expense.				
Change in net position	$	2,065,346		
Net of amount allocated to business activities		(207,442)		
Depreciation expense		2,702,511		4,560,415
Change in net position of governmental activities			$	54,366,707

See accompanying notes to basic financial statements.

CITY OF CARROLLTON, TEXAS

General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
For the Year Ended September 30, 2024

	Budgeted Amounts					
	Original	Final	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Positive (Negative)
Revenues:						
Taxes:						
Ad valorem	$ 73,379,736	$ 72,937,185	$ 70,345,339	$ -	$ 70,345,339	$ (2,591,846)
Penalty and interest	300,000	300,000	473,329	-	473,329	173,329
Sales	41,301,588	47,550,337	49,712,276	-	49,712,276	2,161,939
911 fees	1,072,022	1,072,022	1,874,111	-	1,874,111	802,089
Franchise fees	11,692,880	11,604,228	12,009,311	-	12,009,311	405,083
Charges for services	5,213,759	5,651,880	5,990,336	-	5,990,336	338,456
Intergovernmental	-	-	225,234	-	225,234	225,234
Licenses and permits	2,509,682	2,606,722	2,250,450	-	2,250,450	(356,272)
Fines and forfeitures	2,900,556	2,893,748	2,980,882	-	2,980,882	87,134
Investment earnings						
Net of change in fair value of investments	2,611,491	4,334,058	5,854,614	944,196	6,798,810	2,464,752
Miscellaneous	741,000	957,186	413,403	-	413,403	(543,783)
Total revenues	141,722,714	149,907,366	152,129,285	944,196	153,073,481	3,166,115
Expenditures:						
Current:						
General government and administration	34,333,995	29,812,061	24,061,506	71,738	24,133,244	5,678,817
Public safety	76,061,797	81,430,664	78,120,944	34,978	78,155,922	3,274,742
Development services	18,202,190	16,246,350	13,153,759	284,567	13,438,326	2,808,024
Cultural and recreational	16,445,185	16,104,656	15,746,515	39,828	15,786,343	318,313
Principal retirement	-	-	2,129,904	-	2,129,904	(2,129,904)
Interest and fiscal charges	-	-	80,184	-	80,184	(80,184)
Total expenditures	145,043,167	143,593,731	133,292,812	431,111	133,723,923	9,869,808
Excess (deficiency) of revenues over (under) expenditures	(3,320,453)	6,313,635	18,836,473	513,085	19,349,558	13,035,923
Other financing sources (uses):						
Leases issued	-	-	39,284	-	39,284	39,284
SBITA issued	-	-	148,879	-	148,879	148,879
Transfers in	2,722,683	2,722,683	6,928,523	-	6,928,523	4,205,840
Transfers out	(30,810,628)	(33,031,555)	(33,730,150)	-	(33,730,150)	(698,595)
Total other financing sources (uses)	(28,087,945)	(30,308,872)	(26,613,464)	-	(26,613,464)	3,695,408
Net change in fund balances	(31,408,398)	(23,995,237)	(7,776,991)	513,085	(7,263,906)	16,731,331
Fund balances at beginning of year	64,669,010	64,669,010	64,669,010	-	64,669,010	-
Fund balances at end of year	$ 33,260,612	$ 40,673,773	$ 56,892,019	$ 513,085	$ 57,405,104	$ 16,731,331

See accompanying notes to basic financial statements.

CITY OF CARROLLTON, TEXAS

Statement of Net Position
Proprietary Funds
September 30, 2024

	Business-Type Activities - Enterprise Funds				Governmental Activities-Internal Service Funds
	Water and Sewer	Golf Course	Sanitation	Total	
Assets					
Current Assets:					
Cash and cash equivalents	$ 61,294,960	$ 3,239,236	$ 518,397	$ 65,052,593	$ 23,066,886
Receivables (net where applicable of allowance for doubtful accounts)					
Accounts	8,343,830	-	1,550,364	9,894,194	-
Accrued interest	316,058	10,141	9,400	335,599	130,317
Other	-	144,629	-	144,629	193,319
Inventories	-	-	-	-	95,679
Prepaid items	-	-	-	-	120,367
Restricted assets:					
Cash and cash equivalents	3,759,791	-	-	3,759,791	-
Total current assets	73,714,639	3,394,006	2,078,161	79,186,806	23,606,568
Noncurrent assets:					
Restricted assets:					
Cash and cash equivalents	995,097	-	-	995,097	-
SBITA Asset (Capital)	2,541,322	-	-	2,541,322	-
SBITA-accumulated amortization (Capital)	(1,026,797)	-	-	(1,026,797)	-
Capital assets:					
Land	1,334,929	995,000	-	2,329,929	-
Buildings	18,073,186	1,925,571	-	19,998,757	176,409
Equipment	7,488,625	1,441,533	1,460,303	10,390,461	30,806,865
Intangibles	828,392	-	-	828,392	104,714
Improvements	-	16,254,817	-	16,254,817	-
Infrastructure	287,459,055	-	-	287,459,055	-
Construction in progress	791,205	-	-	791,205	-
Accumulated depreciation	(190,419,890)	(16,796,999)	(1,460,303)	(208,677,192)	(18,957,846)
Total capital assets, net of accumulated depreciation	125,555,502	3,819,922	-	129,375,424	12,130,142
Total noncurrent assets	128,065,124	3,819,922	-	131,885,046	12,130,142
Total assets	201,779,763	7,213,928	2,078,161	211,071,852	35,736,710
Deferred outflows of resources					
Pension contributions after measurement date	370,281	-	-	370,281	-
Difference in projected and actual earnings on pension assets	517,285	-	-	517,285	-
Difference in expected / actual pension experience	174,607	-	-	174,607	-
OPEB contributions after measurement date	2,073	-	-	2,073	-
Changes in OPEB assumptions	10,295	-	-	10,295	-
Difference in expected and actual OPEB experience	85,438	-	-	85,438	-
Total deferred outflows of resources	1,159,979	-	-	1,159,979	-
Liabilities					
Current liabilities:					
Accounts payable	4,802,504	76,667	1,680,755	6,559,926	2,134,159
Estimated health claims payable	-	-	-	-	789,685
Customer deposits payable	3,189,932	-	-	3,189,932	-
Revenue bonds payable	815,000	-	-	815,000	-
Compensated absences	23,216	-	-	23,216	-
Accrued interest	230,275	-	-	230,275	-
Total current liabilities	9,060,927	76,667	1,680,755	10,818,349	2,923,844
Noncurrent liabilities:					
Revenue bonds payable	14,624,593	-	-	14,624,593	-
Net pension liability	802,273	-	-	802,273	-
Total OPEB liability	228,786	-	-	228,786	-
Compensated absences	679,489	-	-	679,489	96,279
Due in more than a year-SBITA	1,448,838	-	-	1,448,838	-
Long-term risk liability	-	-	-	-	1,577,007
Total noncurrent liabilities	17,783,979	-	-	17,783,979	1,673,286
Total liabilities	26,844,906	76,667	1,680,755	28,602,328	4,597,130
Deferred inflows of resources					
Difference in expected and actual pension experience	3,595	-	-	3,595	-
Changes in actuarial assumptions used to determine pension liability	138,369	-	-	138,369	-
Deferred Inflow OPEB experience	20,537	-	-	20,537	-
	162,501	-	-	162,501	-
Net Position					
Net investment in capital assets	113,711,640	3,819,922	-	117,531,562	12,130,142
Restricted for:					
Revenue bond retirement	995,097	-	-	995,097	-
Unrestricted	61,225,598	3,317,339	397,406	64,940,343	19,009,438
Total net position	$ 175,932,335	$ 7,137,261	$ 397,406	$ 183,467,002	$ 31,139,580

Reconciliation to government-wide statement of net position:	
Adjustment to reflect the consolidation of internal service funds activities related to enterprise funds	548,414
Net position of business-type activities	$ 184,015,416

See accompanying notes to basic financial statements.

CITY OF CARROLLTON, TEXAS

Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended September 30, 2024

	Business-Type Activities - Enterprise Funds				Governmental Activities- Internal Service Funds
	Water and Sewer	Golf Course	Sanitation	Total	
Operating revenues:					
Charges for services	$ 58,549,628	$ 864,669	$ 12,685,553	$ 72,099,850	$ 23,132,402
Miscellaneous	424,633	-	-	424,633	-
Total operating revenues	58,974,261	864,669	12,685,553	72,524,483	23,132,402
Operating expenses:					
Personnel services	5,066,226	-	-	5,066,226	1,075,752
Supplies and services	39,648,850	363,116	10,505,091	50,517,057	17,891,790
Utilities	1,399,926	127,939	-	1,527,865	36,518
Allocations	1,588,408	6,581	220,852	1,815,841	66,298
Depreciation and amortization	6,688,187	593,860	-	7,282,047	2,702,511
Total operating expenses	54,391,597	1,091,496	10,725,943	66,209,036	21,772,869
Income (loss) from operations	4,582,664	(226,827)	1,959,610	6,315,447	1,359,533
Nonoperating revenues (expenses):					
Investment earnings net of change in fair value of investments	3,496,295	177,380	53,716	3,727,391	1,452,803
Gain on sale/retirement of capital assets	29,562	-	-	29,562	299,701
Interest expense	(374,983)	-	-	(374,983)	-
Total nonoperating revenues (expenses)	3,150,874	177,380	53,716	3,381,970	1,752,504
Income/(Loss) before contributions and transfers	7,733,538	(49,447)	2,013,326	9,697,417	3,112,037
Capital contributions	397,032	-	-	397,032	-
Transfers in	1,250,000	-	-	1,250,000	-
Transfers out	(5,028,917)	-	(1,817,403)	(6,846,320)	(1,046,691)
Change in net position	4,351,653	(49,447)	195,923	4,498,129	2,065,346
Net position at beginning of year	171,580,682	7,186,708	201,483		29,074,234
Net position at end of year	$ 175,932,335	$ 7,137,261	$ 397,406		$ 31,139,580

Reconiliation to government-wide statement of activities:	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	207,442
Change in net position of business-type activities	$4,705,571

See accompanying notes to basic financial statements.

CITY OF CARROLLTON, TEXAS

Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2024

	Business -Type Activities- Enterprise Funds				Governmental Activities- Internal Service Funds
	Water and Sewer	Golf Course	Sanitation	Total	
Cash flows from operating activities:					
Cash received from customers for services	55,852,781	$ 913,848	$ 12,490,737	$ 69,257,366	$ -
Cash received from employees for services	-	-	-	-	2,987,587
Cash received from other funds for services	-	-	-	-	20,892,717
Cash received from loss claim recoveries	-	-	-	-	1,876,686
Other operating cash receipts	433,375	-	-	433,375	-
Cash payments to suppliers for goods and services	(37,159,060)	(442,896)	(10,068,192)	(47,670,148)	(6,841,732)
Cash payments to employees for services	(4,749,446)	-	-	(4,749,446)	(378,643)
Cash payment for loss claims	-	-	-	-	(13,187,257)
Cash payments to other funds for services	(1,232,721)	(6,581)	(172,544)	(1,411,846)	-
Net cash provided by operating activities	13,144,929	464,371	2,250,001	15,859,301	5,349,357
Cash flows from noncapital financing activities:					
Transfers out	(5,028,917)	-	(1,817,403)	(6,846,320)	(1,046,691)
Net cash provided by (used in) noncapital financing activities	(5,028,917)	-	(1,817,403)	(6,846,320)	(1,046,691)
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(6,256,472)	(85,140)	-	(6,341,612)	(5,057,510)
Transfer in for capital purposes	1,250,000			1,250,000	-
Proceeds from sale of capital assets	52,546	-	-	52,546	322,459
Interest paid on bonds	(302,100)	-	-	(302,100)	-
Transfers in	-	-	-	-	-
Retirement of bonds	(515,000)	-	-	(515,000)	-
Interest payments on SBITA liability	(107,137)			(107,137)	-
Payments on SBITA liability	(421,946)			(421,946)	-
Proceeds from capital debt	8,163,739	-	-	8,163,739	-
Capital contributions	6,600	-	-	6,600	-
Net cash provided by (used in) capital and related financing activities	1,870,230	(85,140)	-	1,785,090	(4,735,051)
Cash flows from investing activities:					
Investment return on cash and cash equivalents	3,432,193	174,583	53,132	3,659,908	1,430,773
Net increase (decrease) in cash and cash equivalents	13,418,435	553,814	485,730	14,457,979	998,389
Cash and cash equivalents, October 1	52,631,413	2,685,422	32,667	55,349,502	22,068,498
Cash and cash equivalents, September 30	$ 66,049,848	$ 3,239,236	$ 518,397	$ 69,807,481	$ 23,066,887

(Continued)

See accompanying notes to basic financial statements.

CITY OF CARROLLTON, TEXAS

Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2024

	Business -Type Activities- Enterprise Funds				Governmental Activities- Internal Service Funds
	Water and Sewer	Golf Course	Sanitation	Total	
Reconciliation of income (loss) from operations to net cash provided by operating activities:					
Income (loss) from operations	$ 4,582,664	$ (226,827)	$ 1,959,610	$ 6,315,447	$ 1,359,533
Adjustments to reconcile income (loss) from operations to net cash provided by operating activities:					
Depreciation and amortization	6,688,187	593,860	-	7,282,047	2,702,511
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	(979,403)	-	(194,813)	(1,174,216)	
(Increase) decrease in other receivables	(64,102)	49,179	-	(14,923)	817,203
(Increase) decrease in due from other governments	-	-	-	-	-
(Increase) decrease in inventories	-	-	-	-	2,808
(Increase) decrease in prepaid items	1,206,866	-	-	1,206,866	-
(Increase) decrease in pension related deferred outflows	971,479	-	-	971,479	-
(Increase) decrease in OPEB related deferred outflows	(71,130)			(71,130)	-
Increase (decrease) in accounts payable	1,644,334	48,159	485,204	2,177,697	78,781
Increase (decrease) in estimated health claims payable	-	-	-	-	(3,106)
Increase (decrease) in customer deposits payable	49,185	-	-	49,185	-
Increase (decrease) in net pension liability	(1,148,250)	-	-	(1,148,250)	-
Increase (decrease) in net OPEB liability	120,919			120,919	-
Increase (decrease) in liability for compensated absences	94,470	-	-	94,470	43,088
Increase (decrease) in long-term risk liability	-	-	-	-	348,539
Increase (decrease) in OPEB related deferred inflows	419			419	-
Increase (decrease) in pension related deferred inflows	49,291	-	-	49,291	-
Net cash provided by (used in) operating activities	$ 13,144,929	$ 464,371	$ 2,250,001	$ 15,859,301	$ 5,349,357

Noncash investing, capital and financing activities:
The Enterprise Funds received $390,432 of noncash capital contributions from developers consisting of water and sewer infrastructure.
Retainage and capital related accounts payable as of 9/30/2024 equals $1,804,096.

Reconciliation of total cash and cash equivalents:					
Current assets:					
Cash and cash equivalents	$ 61,294,960	$ 3,239,236	$ 518,397	$ 65,052,593	$ 23,066,886
Restricted assets - cash and cash equivalents	3,759,791	-	-	3,759,791	-
Noncurrent assets:					
Restricted assets - cash and cash equivalents	995,097	-	-	995,097	-
Total cash and cash equivalents	$ 66,049,848	$ 3,239,236	$ 518,397	$ 69,807,481	$ 23,066,886

See accompanying notes to basic financial statements.

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. General Statement

Incorporated on June 14, 1913, the City of Carrollton operates under a Council-Manager form of government and provides the following services as authorized by its charter: public safety, development services, culture, recreation and waterworks.

The accounting and reporting policies of the City relating to the funds included in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America (GAAP) applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB). The more significant accounting policies of the City are described below.

B. Financial Reporting Entity

The City's basic financial statements include the accounts of all City operations. The criteria for including legally separate organizations as component units within the City's reporting entity are set forth in Section 2100 of GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). Based on this criterion, the City has no component units.

C. Basis of Presentation

The government-wide financial statements (the Statement of Net Position and the Statement of Activities) report information on all of the activities of the City. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges from the City's water, sewer and sanitation functions and various other functions. Elimination of these charges would distort the direct costs reported for the various functions concerned. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given program and 2) operation or capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements:

The City segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate statements are presented for governmental and proprietary activities. These statements present each major fund as a separate column on the fund financial statements; all non-major funds are aggregated and presented in a single column.

Governmental funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The City has presented the following major governmental funds:

General Fund
General Fund is the main operation fund of the City. This fund is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges, and capital improvement costs that are not paid through other funds are paid from the General Fund.

Debt Service Fund
Debt Service Fund is used to account for the accumulation of financial resources for the payment of principal, interest, and related costs on general long-term debt paid primarily from taxes levied by the City. The fund balance of the Debt Service Fund is restricted exclusively for debt service expenditures.

Streets and Drainage Fund
Streets and Drainage Fund is used to account for funds received and expended for the construction and renovation of thoroughfares, arterial streets, and drainage improvements in the City.

General and Public Facilities Fund
General and Public Facilities Fund is used to account for funds received and expended for construction, renovation, expansion, and major improvement of various City facilities, acquisition of land, and other large nonrecurring projects.

Parks and Recreation Fund
Parks and Recreation Fund is used to account for funds received and expended for construction, renovation, expansion and major improvement of various City Parks and Recreation facilities, acquisition of land, and other large nonrecurring projects.

Proprietary Funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. The accounting objectives are determination of net income, financial position, and cash flow. All assets and liabilities are included on the Statement of Net Position. The City has presented the following major proprietary funds:

Water and Sewer Fund
Water and Sewer Fund is used to account for the provision of water and sewer services to the residents of the City. Activities of the fund include administration, operations and maintenance of the water and sewer system, and billing and collection activities. The fund also accounts for the accumulation of resources for, and the payment of, long-term debt principal and interest for water and sewer debt. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary, to ensure integrity of the funds.

Golf Course Fund
Golf Course Fund is used to account for payments received from the contractor and improvements made to the City's golf course; including administration, operation and maintenance. The City has designated it as a major fund.

Sanitation Fund
Sanitation Fund is used to account for billing, collection, and payment for solid waste collection and disposal services. All costs are financed through charges to sanitation customers. The City has designated it as a major fund.

Additionally, the City reports the Internal Service Funds, which are used to account for the fleet management services, self-funded property and casualty insurance provided to the departments of the City and self-funded health and disability insurance provided to employees of the City.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for the proprietary funds include the cost of personal and contractual services, supplies and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. MEASUREMENT FOCUS/BASIS OF ACCOUNTING

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements and fund financial statements for proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) and all deferred inflows and outflows of resources are included on the Statement of Net Position. The operating statements present increases (revenues) and decreases (expenses) in net unbilled water and sewer services, which are accrued. Expenses are recognized at the time the liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers most revenues as available if they are collected within 45 days after year-end. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures, except for interest payable accrued at the debt issuance date for which cash is received with the debt proceeds, as well as expenditures related to compensated absences, are recorded only when payment has matured and will be payable shortly after year-end.

The revenues susceptible to accrual are property taxes, franchise fees, licenses, charges for service, interest income, intergovernmental revenues and court fines and fees. Sales taxes collected and held by the state at year-end on behalf of the government are also recognized as revenue. All other governmental fund revenues are recognized when received as they are deemed immaterial. Taxes, franchise fees, and court fines and fees are deemed available if they are collected within 45 days of the year end. Sales taxes are deemed available if they are collected within 60 days of the year end.

E. Budgetary Control

Annual budgets are adopted for all governmental funds except for the capital projects funds, which adopt project-length budgets.

The City Charter establishes the fiscal year as the twelve-month period beginning October 1. The departments submit to the City Manager a budget of estimated expenditures for the ensuing fiscal year after which the City Manager subsequently submits a budget of estimated expenditures and revenues to the City Council by August 1.

Upon receipt of the budget estimates, the Council holds a public hearing on the proposed budget. Information about the Budget ordinance is then published in the official newspaper of the City.

At least ten days prior to October 1, the budget is legally enacted through passage of an ordinance. The City Manager is authorized to transfer budgeted amounts between line items and department within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council.

Budgeted amounts are as originally adopted or as amended by the City Council. Individual amendments were not material in relation to the original appropriations, which were adopted. Budget amendments that occurred throughout the year ensured proper recording of expenditures in appropriate funds. In addition, the major budget adjustments during mid-year re-estimates to reflect changes to expected sales tax revenue and capital contribution to the Utility Fund. The statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund presents a comparison of budgetary data to actual results. The General Fund utilizes the same basis of accounting for both budgetary purposes and actual results, except for the effect of

encumbrances and unrealized investment gains and losses, which are adjusted to the actual results for this comparison.

F. Cash, Cash Equivalents, and Investments

Cash of all funds, including restricted cash, are pooled into common pooled accounts in order to maximize investment opportunities. Each fund whose monies are deposited in the pooled cash accounts has equity therein, and interest earned on the investment of these monies is allocated based upon relative equity at month end. An individual fund's equity in the pooled cash accounts is available upon demand and are considered to be "cash equivalents" when preparing these financial statements. In addition, any marketable securities not included in the common pooled accounts that are purchased with maturity of ninety days or less are also considered to be "cash equivalents". Negative balances incurred in pooled cash at year-end are treated as interfund receivables of the General fund and interfund payables of the deficit fund.

Investments in government pools are recorded at amortized cost or NAV. All other investments are recorded at fair value based on quoted market prices. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties.

G. Interfund Receivables and Payables

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

H. Inventories

The inventories in the Internal Service Funds consist of fuel supplies and are recorded at cost using the first-in/first-out method.

I. Prepaid Items

The City utilizes the consumption method to account for payments made by the City in the current year to provide services occurring in the subsequent fiscal year.

J. Equity Interest in Joint Venture and Shared Radio System

During Fiscal year 2014, the Town of Addison, City of Carrollton, City of Coppell, and City of Farmers Branch (the "Cities") formed a joint venture, the North Texas Emergency Communications Center, Inc. (NTECC), to establish and operate a joint public safety dispatch center. The cities are responsible for funding capital and operating costs of NTECC. The City of Carrollton's equity interest in NTECC of $5,342,952 as of September 30, 2024, is recorded as Equity Interest in Joint Venture in the Governmental Activities on the Government-wide Statement of Net Position. Audited financial statements for NTECC can be obtained from the Finance Department at 1945 E. Jackson Rd, Carrollton, TX 75006, by calling 972-466-3110 or by email at Accounting@cityofcarrollton.com.

Additionally, the Cities have also entered into an interlocal agreement to jointly procure a public safety radio system. While this agreement did not include the formation of a separate legal joint venture entity, NTECC has been contracted to manage all shared aspects of the radio system. The Cities are each responsible for funding a portion of the radio system. The City of Carrollton's portion of the system costs as of September 30, 2024 is included in the costs for the dispatch center.

K. Land Held for Redevelopment

Land held for redevelopment is valued at the lower of estimated realizable value or historical acquisition cost.

L. Restricted Assets

Certain cash and investments balances are restricted by various legal and contractual obligations.

The following table summarizes the restricted cash and investments:

Restricted Cash and Investments		
Governmental Activities:		
Debt Service Fund	$	5,388,126
Bond Construction Account		36,747,412
Other Capital Project Funds		8,963,157
Special Revenue Funds		3,023,646
		54,122,341
Business-Type Activities:		
Revenue Bond Accrued Interest Payable		230,275
Current Maturities of Revenue Bonds		339,584
Reserve for Revenue Bond Retirement		995,097
Customer Deposits		3,189,932
		4,754,888
Total Restricted Cash and Investments	$	58,877,229

M. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. All purchased capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their acquisition value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized. Leased assets are discussed in Note 4.

Outlays for capital assets are capitalized as projects are constructed. Infrastructure assets begin depreciating at the end of year in which costs are incurred. Other constructed capital assets begin depreciating when the asset is placed in service.

Assets capitalized, not including infrastructure assets, have an original cost of $5,000 or more and over three years of useful life. Infrastructure assets capitalized have an original cost of $250,000 or more. Right to use assets have a capitalization threshold of $25,000. Depreciation has been calculated on each class of depreciable property using the straight-line method. Estimated useful lives are as follows:

Buildings	20 – 50 Years
Equipment	2.5 – 20 Years
Leased Equipment	2 - 10 Years
Intangibles	4 – 20 Years
Improvements	10 – 40 Years
Infrastructure	20 – 40 Years

Subscription Assets
Subscription assets are initially recorded at the initial measurement of the subscription liability, plus subscription payments made at or before the commencement of the subscription-based information technology arrangement (SBITA) term, less any SBITA vendor incentives received from the SBITA vendor at and certain payments made before the commencement of the SBITA term, plus capitalizable initial implementation costs. Subscription assets are amortized on a straight-line basis over the shorter of the SBITA term or the useful life of the underlying IT asset.

N. Pensions & OPEB

For purposes of measuring the net pension liability/(asset), pension-related deferred outflows and inflows of resources, and pension expense, City-specific information about its Fiduciary Net Position in the Texas Municipal Retirement System (TMRS), and additions to/deductions from the City's Fiduciary Net Position, have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Information regarding the City's Total Pension Liability is obtained from TMRS through a report prepared for the City by TMRS consulting actuary, Gabriel Roeder Smith & Company, in compliance with GASB Codification Section P20 – Pension Activities.

For the purpose of measuring the total other post-employment benefits (OPEB) liability, OPEB-related deferred outflows and inflows of resources, and OPEB expense in the City's defined benefit health plan (Plan) have been determined on the same basis as they are reported by the plan. For this purpose, plan benefits are recognized when due and payable in accordance with the benefit terms. The City's Total OPEB Liability is obtained through a report prepared for the City by

consulting actuary, Gabriel Roeder Smith & Company, in compliance with GASB Codification Section P50 - Post-employment Benefits Other than Pensions .

O. Compensated Absences

The City's policy allows employees to accumulate unused sick leave on an unlimited basis and vacation leave up to 432 hours for Fire Shift Civil Service employees and up to 288 hours for all other employees. Upon termination, employees are entitled to be paid for accumulated leave as follows:

Vacation Leave:

- Civil Service employees who have completed six full months of service and Non-Civil Service employees hired on or before January 1, 2011, will be paid any accumulated vacation leave.
- Non-Civil Service employees hired after January 1, 2011, who have completed six full months of service will be paid for accumulated vacation leave up to a maximum of 120 hours.

Sick Leave:

- Civil Service Fire Shift employees who have completed one full year of service will be paid for accumulated sick leave up to 1,440 hours.
- All other Civil Service employees who have completed one full year of service, and Non-Civil Service employees hired on or before January 1, 2010, will be paid for accumulated sick leave up to 960 hours.
- Non-Civil Service employees hired after January 1, 2010 will not be paid for accumulated sick leave.

P. Nature and Purpose of Classifications of Fund Balances

Governmental Funds fund balances classified as restricted are balances with constraints placed on the use of resources by creditors, grantors, contributors, or laws, or regulations of other governments. Fund balances classified as committed can only be used for specific purposes pursuant to constraints imposed by the City Council through an ordinance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation. Assigned fund balances are constrained by an intent to be used for specific purposes but are neither restricted nor committed. Assignments are made by City management based on Council direction.

For the classification of Governmental Fund balances, the City considers an expenditure to be made from the most restrictive first when more than one classification is available.

Q. Minimum Fund Balance Policy

It is the desire of the City to maintain adequate General Fund balance to maintain liquidity and in anticipation of economic downturns or natural disasters. The City Council has adopted a financial standard to maintain a General Fund minimum fund balance of 60 days budgeted expenditures.

R. Net Position

Net Position represents the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources in the proprietary funds and in the government-wide statements. Net investment in capital assets consists of capital, lease, and subscription assets net of accumulated depreciation and the outstanding balances of any borrowing spent for the acquisition, construction, or improvements of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

Net position restricted for revenue bond retirement in the Water and Sewer Fund is a reserve required by revenue bond covenants.

The City utilizes bond funds (restricted) before unrestricted funds.

S. Transactions Between Funds

Legally authorized transfers are treated as interfund transfers and are included in the results of operations of both Governmental and Proprietary Funds.

The City allocates to the Proprietary funds a predetermined allocated amount for administrative services for budget purposes. During the year ended September 30, 2024, the City allocated $4,609,962 as a budgetary transfer.

T. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position and/or balance sheet reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has the following items that qualify for reporting in this category.

- Pension/OPEB contributions after measurement date – These contributions are deferred and recognized in the following fiscal year.
- Differences between actuarial assumptions used and actual experience for determination of OPEB liability – These differences are deferred and recognized over the estimated average remaining lives of all members determined as of the measurement date.
- Changes in actuarial assumptions used to determine OPEB liability – This difference is deferred and amortized over the estimated average remaining lives of all members determined as of the measurement date.
- Difference in projected and actual earnings on pension assets – This difference is deferred and amortized over a closed five-year period.

- Difference in expected and actual pension experience - This difference is the gap between the expected expenses and actual expenses based on actuarial assumptions.

In addition to liabilities, the statement of financial position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents a consumption of net assets that applies to future reporting period and will not be recognized as an inflow of resources (revenue) until that time. This year the City has the following items that qualify for reporting in this category.

- Deferred charges on refunding – A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.
- Difference in expected and actual pension experience is deferred and recognized over the estimated average remaining lives of all members determined as of the measurement date.
- Changes in actuarial assumptions used to determine pension and OPEB liability – This difference is deferred amortized over the estimated average remaining lives of all member determined as of the measurement date.
- Deferred inflows related to leases – This amount is deferred and amortized over the life of lease term.
- Unavailable revenue (governmental fund level only) - deferred inflow of resources that represents amounts earned, but which are not available.

U. Accounts payable at September 30, 2024 for the government's individual major funds, which have payables, and non-major in the aggregate are as follows:

	General	Debt Service	Streets and Drainage	General and Public Facilities	Parks and Recreation	Other Governmental Funds	Total
Accounts payable							
Retainage payable	$ -	$ -	$ 1,837,790	$ -	$ 699,942	$ 111,380	$ 2,649,112
Accrued payroll liabilties	3,931,803	-	12,685	510	5,098	10,231	3,960,327
Accounts payable	2,928,545	-	4,002,028	790,369	260,268	606,413	8,587,623
Total accounts payable	$ 6,860,348	$ -	$ 5,852,503	$ 790,879	$ 965,308	$ 728,024	$ 15,197,062

	Business-Type Activites - Enterprise Funds				Governmental Activities
	Water and Sewer	Golf Course	Sanitation	Total	Internal Service Funds
Accounts payable					
Retainage payable	$ 737,862	$ -	$ -	$ 737,862	$ -
Accrued payroll liabilties	169,091	-	-	169,091	1,779,579
Accounts payable	3,895,551	76,667	1,680,755	5,652,973	354,580
Total accounts payable	$ 4,802,504	$ 76,667	$ 1,680,755	$ 6,559,926	$ 2,134,159

(2) BUDGET BASIS OF ACCOUNTING:

The City prepares its annual budget on a basis (budget basis) which differs from a GAAP basis. The budget and all transactions are presented in accordance with the City's method (budget basis) in the Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund to provide a meaningful comparison of actual results with the budget. The differences between budget and GAAP basis in the General Fund are that encumbrances are recorded as the equivalent of expenditures (budget) as opposed to an assignment of fund balance (GAAP). Unrealized investment gain (loss) is recognized for GAAP basis only and interfund loan transactions treated as transfers for budget basis.

Adjustments necessary to convert the General Fund's net change in fund balances on the budget basis to a GAAP basis are as follows:

Net change in fund balance - budget basis	$	(7,263,906)
End of year adjustment for encumbrances not recognized as expenditures		431,111
Unrealized investment gain recognized for GAAP basis only		(944,196)
Net change in fund balance - GAAP basis	$	(7,776,991)

(3) DEPOSITS AND INVESTMENTS:

Deposits – State statutes require that all deposits in financial institutions be fully collateralized by U.S. Government obligations, or its agencies and instrumentalities, or direct obligations of Texas or its agencies and instrumentalities that have a market value of not less than the principal amount of the deposits. All deposits of the City that exceeded the federal depository insurance coverage level of $250,000 per account were covered by collateral held by BNY Mellon, N.A. Bank in the City's name under a joint safekeeping agreement with Frost Bank. The market value of the collateral held at BNY Mellon, N.A. in the City's name at fiscal year-end was $2,086,170.

At September 30, 2024, the carrying amount of the City's deposits was $1,023,349 and the respective bank balances totaled $1,904,791, and the City's cash on hand totaled $9,520 for petty cash and change funds. The city monitors bank balances on a daily basis and transfers funds as needed to maximize investment earnings.

Investments – State statutes, City investment policy, City bond ordinances, and City resolutions authorize the City's investments. The City is authorized to invest in the following: U.S. Government obligations and its agencies or instrumentalities; direct obligation of this state or its agencies and instrumentalities, including the Federal Home Loan Bank; collateralize mortgage obligations directly issued by a federal agency or instrumentality of the United States with ten years or less stated final maturity (cannot be an inverse floater, a principal only, or an interest only); obligations of states, agencies, counties, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm no less than A or its equivalent rating; bonds issued, assumed or guaranteed by the State of Israel; no-load SEC registered mutual funds with a weighted average stated maturity of less than two years that are invested in allowable securities, obligations of Texas and its agencies; fully collateralized repurchase agreements and reverse repurchase agreements; prime domestic commercial paper; prime domestic bankers' acceptances; guaranteed investment contracts; securities lending program consisting of authorized investments by the City's investment policy; insured or collateralized certificated of deposit; government pools; and no-load SEC registered money-market funds consisting of any of these securities listed with a dollar-weighted average stated maturity of 90 days or less and with an investment objective of a stable net asset value of $1 for each share. For additional information, see the City of Carrollton Investment Policy at www.cityofcarrollton.com.

The City's investments balances as of September 30, 2024, were:

Investments:	Fair Market Value	Weighted Average Maturity (Years)	Credit Risk
Coupon Agencies	$ 188,367,834	0.67	AA+ - AAA
Municipal Bonds	86,387,939	0.34	AA- - AAA
Treasuries	56,197,788	0.26	AA+
Government Pools	91,322,959	0.02	AAAm
Total Fair Market Value	$ 422,276,520		
Portfolio Weighted Average Maturity		1.29	

Following the criteria for GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, TexPool uses amortized cost and LOGIC, Texas CLASS, and Texas Term use NAV to value portfolio assets. As is legally permissible for municipalities and school districts in the state, TexPool and TexasTerm Daily invest in a high-quality portfolio of debt securities, and Texas Class and LOGIC invest in a high-quality portfolio of short-term investments.

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

As of September 30, 2024, the City has the recurring fair value measurements for coupon, treasury notes and municipal bonds of $330,953,561 valued using quoted prices for similar assets in active markets. (Level 2 inputs.) Investments in local government investment pools valued at amortized cost or NAV as of September 30, 2024 total $91,322,959 .

Interest Rate Risk – In compliance with the City's Investment Policy, as of September 30, 2024, the City minimized the interest rate risk in the portfolio, related to current market events, by: limiting the weighted average maturity to a maximum of 2.5 years; structuring the investment portfolio so that securities matured to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the secondary market prior to maturity; monitoring credit ratings of portfolio positions to assure compliance with rating requirements imposed by the Public Funds Investment Act; and investing operating funds primarily in short-term securities, money market mutual funds, or similar government investment pools.

Concentration of Credit Risk – In compliance with the City's Investment Policy, as of September 30, 2024, the City minimized concentration of credit risk, by: limiting investments in specific local governmental pools to no more than 40 percent of the investment portfolio; staggering maturities and potential call dates; and limiting investments to no more that 5% of the investment portfolio in commercial paper and bankers' acceptances of a single issuer. As of September 30, 2024, 5% or more of the City's total investment are in: Treasury Bonds (13.31%), Federal Farm Credit Bank (12.85%), Federal Home Loan Bank (11.80%), TexasCLASS (11.31%), LOGIC (6.52%), Federal Agricultural Mortgage Corporation (6.47%), Federal Home Loan Mortgage Corporation (6.13%), and Federal National Mortgage Association (5.99%)

(4) CAPITAL, LEASE, AND SUBSCRIPTION ASSETS

Capital asset activity for the year-ended September 30, 2024, was as follows:

	Balance October 1	Additions/ Completions	Retirements/ Adjustments	Balance September 30
Governmental Activities				
Capital Assets not being depreciated:				
Land	$ 100,124,774	$ -	$ -	$ 100,124,774
Construction in Progress	18,180,600	66,932,740	(48,516,182)	36,597,158
Total Capital Assets not being depreciated	118,305,374	66,932,740	(48,516,182)	136,721,932
Capital Assets being depreciated:				
Buildings	89,816,168	-	-	89,816,168
Equipment	59,760,869	5,886,045	(943,221)	64,703,693
Intangibles	10,756,801	-	-	10,756,801
Improvements	64,114,444	4,414,027		68,528,471
Infrastructure	453,598,641	44,014,936		497,613,577
Total Capital Assets being depreciated	678,046,923	54,315,009	(943,221)	731,418,710
Less accumulated depreciation for:				
Buildings	(59,730,731)	(2,804,970)	-	(62,535,701)
Equipment	(40,229,112)	(5,226,303)	925,392	(44,530,023)
Intangibles	(8,737,936)	(790,539)	-	(9,528,475)
Improvements	(29,585,267)	(1,758,400)		(31,343,667)
Infrastructure	(148,541,809)	(13,409,884)		(161,951,693)
Total accumulated depreciation	(286,824,855)	(23,990,096)	925,392	(309,889,559)
Total Capital Assets being depreciated, net	391,222,068	30,324,913	(17,829)	421,529,151
Governmental Activities Capital Assets, net	$ 509,527,442	$ 97,257,652	$ (48,534,011)	$ 558,251,083

	Balance October 1	Additions/ Completions	Retirements/ Adjustments	Balance September 30
Business-Type Activities				
Capital Assets not being depreciated:				
Land	$ 2,377,918	$ -	$ (47,989)	$ 2,329,929
Construction in Progress	509,594	281,611	-	791,205
Total Capital Assets not being depreciated	2,887,511	281,611	(47,989)	3,121,133
Capital Assets being depreciated:				
Buildings	19,998,757	-	-	19,998,757
Equipment	9,783,303	726,364	(119,206)	10,390,461
Intangibles	828,392	-		828,392
Improvements	16,169,676	85,140	-	16,254,817
Infrastructure	281,265,481	6,193,574	-	287,459,055
Total Capital Assets being depreciated	328,045,609	7,005,078	(119,206)	334,931,481
Less accumulated depreciation for:				
Buildings	(18,431,257)	(299,447)	-	(18,730,704)
Equipment	(6,979,915)	(651,947)	119,206	(7,512,656)
Intangibles	(798,869)	(9,850)		(808,719)
Improvements	(13,376,845)	(510,569)	-	(13,887,414)
Infrastructure	(161,928,299)	(5,809,399)	-	(167,737,698)
Total accumulated depreciation	(201,515,185)	(7,281,212)	119,206	(208,677,192)
Total Capital Assets being depreciated, net	126,530,424	(276,133)	-	126,254,289
Business-Type Activities Capital Assets, net	$ 129,417,935	$ 5,478	$ (47,989)	$ 129,375,422

Depreciation expense was charged as direct expense to programs of the primary government as follows:

Depreciation Expense	
Governmental Activities:	
General Government and Administration	$ 3,950,759
Public Safety	2,514,377
Development Services	14,119,992
Cultural and Recreational	3,404,968
Total Depreciation Expense	$ 23,990,096
Business-Type Activities:	
Water and Sewer	$ 6,688,362
Golf Course	593,859
Sanitation	-
Total Depreciation Expense	$ 7,282,221

Lease asset activity for the year-ended September 30, 2024, was as follows:

	Balance October 1	Additions/ Completions	Retirements/ Adjustments	Balance September 30
Governmental Activities				
Lease assets	$ 5,466,890	$ 146,013	$ (395,012)	$ 5,217,891
Total leased assets being amortized	5,466,890	146,013	(395,012)	5,217,891
Less accumulated amortization for:				
Lease assets	(1,430,144)	(730,913)	395,012	(1,766,045)
Total accumulated amortization	(1,430,144)	(730,913)	395,012	(1,766,045)
Total lease assets being amortized, net	$ 4,036,746	$ (584,900)	$ -	$ 3,451,845

Amortization expense was charged as direct expense to programs of the primary government as follows:

Amortization Expense	
Governmental Activities:	
General Government and Administration	$ 57,168
Public Safety	523,866
Development Services	149,879
Cultural and Recreation	-
Total Amortization Expense	$ 730,913

Subscription asset activity for the year-ended September 30, 2024, was as follows:

	Balance October 1	Additions/ Completions	Retirements/ Adjustments	Balance September 30
Governmental Activities				
Subscription assets	4,369,111	175,707	-	4,544,818
Business Activities				
Subscription assets	2,541,322	-	-	2,541,322
Total subscription assets being amortized	6,910,433	175,707	-	7,086,140
Less accumulated amortization for:				
Governmental Activities				
Subscription assets	(1,167,425)	(1,484,683)	-	(2,652,108)
Business Activities				
Subscription assets	(513,398)	(513,399)	-	(1,026,797)
Total accumulated amortization	(1,680,823)	(1,998,082)	-	(3,678,905)
Total subscription assets being amortized, net	$ 5,229,610	$ (1,822,375)	$ -	$ 3,407,235

Amortization expense was charged as direct expense to programs of the primary government as follows:

Amortization Expense		
Governmental Activities:		
General Governmental and Administration	$	1,429,794
Cultural and Recreation		54,890
		1,484,684
Business Activities:		
Utilities		513,398
Total Amortization Expense	$	1,998,082

(5) LONG-TERM DEBT AND LIABILITIES:

General Obligation Bonds

General obligation bonds provide funds for the acquisition and construction of major capital equipment and facilities. General obligation bonds are direct obligations issued on a pledge of the general taxing power for the payment of the debt obligations of the City. General obligation bonds require the City to compute, at the time property taxes are levied, the rate of tax required to provide (in each year bonds are outstanding) a fund to pay interest and principal at maturity. The City is in compliance with this requirement.

During the year, the City issued General Obligation (GO) Improvement Bonds Series 2024 generating proceeds of $29,493,533, including premium, to fund capital improvements in the amount of $29,180,000 and to pay costs of issuance.

Additionally, during the year, the City used cash from its Debt Service Fund to partially redeem $4,595,000 in par amount of previously issued and outstanding 2014 GO Improvement Bonds. The City realized net present value of savings of $1,510,875 as a result of the redemption of this outstanding debt.

At September 30, 2024, general obligation bonds currently outstanding are as follows:

	Interest Rate %	Issue Date	Maturity Date	Outstanding at Par
Improvement, Series 2014	3 - 3.75	4/15/2014	8/15/2034	7,320,000
Improvement and Refunding, Series 2015	2.2 - 5	5/1/2015	8/15/2035	14,905,000
Improvement and Refunding, Series 2016	3 - 5	5/15/2016	8/15/2031	13,610,000
Improvement, Series 2017	4 - 5	4/1/2017	8/15/2032	11,580,000
Improvement, Series 2018	3 - 5	5/1/2018	8/15/2033	13,125,000
Improvement and Refunding, Series 2019	4 - 5	5/1/2019	8/15/2034	26,640,000
Improvement, Series 2020	4 - 5	6/4/2020	8/15/2035	15,605,000
Improvement and Refunding, Series 2021	2 - 5	6/1/2021	8/15/2036	19,950,000
Improvement and Refunding, Series 2022	3.25 - 5	6/1/2022	8/15/2037	18,460,000
Improvement and Refunding, Series 2023	5	5/1/2023	8/15/2038	27,065,000
Improvement, Series 2024	5	6/20/2024	8/15/2039	26,790,000
				$ 195,050,000

Annual debt service requirements to maturity for general obligation bonds are as follows:

General Obligation Bonds	Governmental Activities		
Year Ending September 30	Principal	Interest	Total
2025	19,390,000	8,794,641	28,184,641
2026	19,285,000	7,743,265	27,028,265
2027	18,750,000	6,812,915	25,562,915
2028	18,140,000	5,960,765	24,100,765
2029	17,805,000	5,121,959	22,926,959
2030-2034	71,115,000	14,966,156	86,081,156
2035-2039	30,565,000	3,412,920	33,977,920
Total	$ 195,050,000	$ 52,812,621	$ 247,862,621

Revenue Bonds –

Revenue bonds are used to finance the acquisition and construction of major capital improvements for the water and sewer system and related facilities. These revenue bonds constitute special obligations of the City solely secured by a lien on and pledge of the net revenues of the water and sewer system.

The revenue bonds are collateralized by the revenue of the water and sewer system and the various special funds established by the bond ordinances. The ordinances provide that the revenue of the system is to be used, first, to pay operating and maintenance expenses of the system, and second, to establish and maintain the revenue bond funds. Remaining revenues may then be used for any lawful purpose. For fiscal year 2024, net revenue available for debt service was 9.7 times the average annual debt service requirement. The ordinances also contain provisions, which, among other items, restrict amounts and certain financial ratios are met. Management of the City

believes that it is in compliance with all significant financial requirements as of September 30, 2024.

At September 20, 2024, revenue bonds currently outstanding are as follows:

	Interest Rate %	Issue Date	Maturity Date	Outstanding at Par
Waterworks and Sewer System Revenue				
Improvement, Series 2019	4-5	5/1/2019	5/1/2034	6,590,000
Improvement, Series 2024	5	6/20/2024	5/1/2044	7,460,000
				$ 14,050,000

Annual debt service requirements to maturity for revenue bonds are as follows:

Revenue Bonds			
	Business-Type Activities		
Year Ending September 30	**Principal**	**Interest**	**Total**
2025	815,000	603,431	1,418,431
2026	795,000	618,850	1,413,850
2027	830,000	579,100	1,409,100
2028	875,000	537,600	1,412,600
2029	915,000	493,850	1,408,850
2030-2034	5,225,000	1,842,150	7,067,150
2035-2039	2,020,000	956,500	2,976,500
2040-2044	$ 2,575,000	$ 398,750	2,973,750
Total	$ 14,050,000	$ 6,030,231	$ 20,080,231

Bonds Authorized and Unissued – At September 30, 2024, the City has $61,255,000 in general obligation bonds which were authorized and unissued.

Net Pension Liability – The net pension liability represents the actuarially-determined liability for employees' projected pension benefit payments to be provided to current active and inactive employees; that is attributed to those employees' past periods of service, less the pension plan's fiduciary net position. The City allocates pension items between governmental activities and business type activities on the basis of employee payroll funding. The General Fund and Water and Sewer Fund are primarily responsibilities for the funding of the liability.

Compensated Absences – Compensated absences represent the estimated liability for employees' accrued vacation and sick leave for which employees are entitled to be paid upon termination. The retirement of this liability is paid from the General fund, Enterprise Funds, and Internal Service Funds based on the assignment of an employee at termination.

Health Claims Liability – Health claims liability represents an estimate of self-insured claims liability outstanding of the Employee and Disability Internal Service Fund. All health claims are expected to be paid within one year.

Long-term Risk Liability – The long-term risk liability is related to the City's self-insured retention program accounted for in the Risk Management Internal Service Fund.

The Total OPEB Liability/(TOL) – The TOL represents an actuarially determined present value liability for retiree health benefits earned to date for active and retiree members of the closed defined benefit retiree health plan. The City includes OPEB items within the governmental and business-type activities on the basis of employee payroll funding. The General Fund and Water and Sewer Fund are primarily responsible for the funding of the liability.

Note Payable in Governmental Funds – Represents the amount owed for the Castle Hills Public Improvement District (PID) to the developer that will be paid by PID collections from property owners within the PIDS. Amount owed is contingent upon collection from property owners. Each PID has a maturity of 20 years, but individual parcel owners may pay off their PID assessment without a prepayment penalty.

Changes in long-term liabilities – On the next schedule, the additions to the General Obligation Bonds in the Governmental Type Activities represent the issuance of $26,790,000 of General Obligation Improvement Bonds, Series 2024. Also included is $7,460,000 of Revenue Bonds, Series 2024.

Lease Liabilties - Represents the obligation to make lease payments and is measured at the present value of future lease payments.

Subscription Liabilities - Represents the obligation to make subscription payments and is measured at the present value of future subscription payments.

Transactions for the year ended September 30, 2024 are summarized as follows:

	Restated Balance October 1	Additions	Reductions	Balance September 30	Due within one year
Governmental Activities					
Bonds Payable:					
General Obligation Bonds	$ 190,470,000	$ 26,790,000	$ (22,210,000)	$ 195,050,000	$ 19,390,000
Premiums	26,112,878	2,703,533	(2,327,065)	26,489,345	2,457,465
Total Bonds Payable	216,582,878	29,493,533	(24,537,065)	221,539,345	21,847,465
Compensated Absences	17,364,598	2,370,371	(1,004,473)	18,730,496	966,802
Health Claims Liability	792,791	-	(3,106)	789,685	789,685
Other Postemployment Benefits Liability	2,652,341	2,312,051	-	4,964,392	-
Pension Liability	43,796,220	-	(21,955,362)	21,840,858	
Lease Liability	4,117,295	189,216	(767,711)	3,538,801	688,292
SBITA Liability	2,769,769	148,879	(1,471,372)	1,447,276	722,403
PID Notes Payable	10,364,180	-	(441,650)	9,922,530	-
Long-Term Risk Liability	1,228,468	349,540		1,578,008	-
Total Governmental Activities	299,668,540	34,863,590	(50,180,739)	284,351,391	25,014,646
Business-Type Activities					
Bonds Payable:					
Revenue Bonds	$ 7,105,000	$ 7,460,000	$ (515,000)	$ 14,050,000	$ 815,000
Premiums	767,133	703,739	(81,279)	1,389,592	107,905
Total Bonds Payable	7,872,133	8,163,739	(596,279)	15,439,592	922,905
Compensated Absences	608,236	103,698	(9,227)	702,706	23,216
Pension Liability	1,950,523	-	(1,148,250)	802,273	-
SBITA Liability	1,870,783	-	(421,946)	1,448,837	476,858
Other Postemployment Benefits Liability	107,867	120,919	-	228,786	-
Total Business-Type Activities	12,409,542	8,388,356	(2,175,702)	18,622,195	1,422,979
Total Government	$ 312,078,081	$ 43,251,946	$ (52,356,441)	$ 302,973,586	$ 26,914,483

(6) PROPERTY AND SALES TAXES:

Property tax is levied each October 1 on the assessed (appraised) value listed as of the prior January 1 for all real and business personal property located in the City. Taxable assessed value represents the appraisal value, less applicable exemptions, authorized by the City Council or required by State Law. Appraised values are established by the Appraisal Board of Review at 100% for estimated fair market value.

Taxes are due on October 1, the levy date, and are delinquent after the following January 31. Tax liens are automatic on January 1 each year. The tax lien is part of a lawsuit for property that can be filed any time after taxes become delinquent (February 1). The city usually waits until after May 1 and July 1 to file suits on business personal property and real property, respectively. As of July 1, 20% collection costs may be added to all delinquent accounts. Current tax collections for the year ended September 30, 2024 were 99.08% of the tax levy.

Property taxes at the fund level are recorded as receivables at the time the taxes are levied. Revenues are recognized as the related ad valorem taxes are collected, including those collected 45 days after year-end.

The City Charter does not provide for a debt limit; therefore, no computation can be made. However, at September 30, 2024, the City had a tax margin of approximately $1.95 for every $100 valuation based upon a maximum ad valorem tax of $2.50 for every $100 valuation imposed by Texas Constitutional law.

In Texas, central appraisal districts are required under the Property Tax Code to assess all property within its respective county on the basis of 100% of its market value and are prohibited from applying any assessment ratios. The value of property within the appraisal district must be reviewed at least every three years; however, the City may, at its own expense, require annual reviews of appraised values. The City may challenge appraised values established by the appraisal district through various appeals, and, if necessary, legal action. Under this legislation, the City continues to set City tax rates on property within its boundaries. However, if the effective tax rate, adjusted for new improvements, exceeds the rate for the previous year by more than 8%, qualified voters of the City may petition for an election to determine whether to limit the maintenance and operating tax rate to no more than 8% above the effective tax rate of the previous year. In the 2019 fiscal year, the state legislature passed a tax reform measure that among other things made a rollback election mandatory if property tax revenue will be more than 3.5% more than the “no new revenue rate” formerly know as the effective rate.

Sales and use tax is authorized under state law with the City’s levy equal to one percent of taxable sales and uses. The Texas Comptroller of Public Accounts collects all sales and use taxes on behalf of the City; remitting to the City, on a monthly basis, all taxes collected less a 2% service fee.

The State of Texas utilizes origin-based sourcing for most municipal sales transactions. Under this approach, sales tax is sourced to the taxing jurisdiction in which the selling business is located regardless of where in the State the purchaser resides, or the product is shipped. Origin sourcing can produce large individual sales and use taxpayers to specific jurisdictions. As a result, sales and use tax can fluctuate, not only due to general economic factors, but also due to relocations of businesses between taxing jurisdictions. The Comptroller revised Texas Administrative Code Section 3.334 which sets forth how sales tax is handled: origin based or destination-based. This change was to be effective October 1, 2021 but has been challenged by several cities, including Carrollton. The identity of and the amount paid by individual sales and use tax payers is strictly confidential under state law.

Use tax relates to sales of goods or services shipped into the State by sellers without a physical presence in the State. Use tax is generally on a destination basis.

(7) EMPLOYEE BENEFIT PLANS:

A. Texas Municipal Retirement System (TMRS)

Plan Description:

The City participates as one of over 900 plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an agency created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for municipal employees in the State of Texas. The TMRS Act places the general administration and management of the System with a six-member Board of Trustees. Although the Governor, with the advice and consent of the senate, appoints the Board, TMRS is not fiscally dependent on the State of Texas. TMRS's defined benefit pension plan is a tax-qualified plan under Section 401 (a) of the Internal Revenue Code. TMRS issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.tmrs.com.

All eligible employees of the city are required to participate in TMRS.

Benefits Provided:

TMRS provides retirement disability, and death benefits. Benefit provisions are adopted by the governing body of the City, within the options available in the statutes governing TMRS.

At retirement, the benefit is calculated as if the sum of the employee's contributions, with interest, and the city-financed monetary credits with interest were used to purchase an annuity. Members may choose to receive their retirement benefit in one of seven actuarially equivalent payments options. Member may also choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest.

At the date the plan began, the City granted monetary credits for service rendered before the plan began of a theoretical amount equal to two times what would have been contributed by the employee, with interest, prior to establishment of the plan. Monetary credits, also known as the matching ratio, are 200% of the employee's accumulated contributions and are only payable in the form of an annuity.

Beginning in 1993, the City granted an annually repeating (automatic) basis monetary credit referred to as an updated service credit (USC) which is a theoretical amount that takes into account salary increases or plan improvements. If at any time during their career an employee earns a USC, this amount remains in their account earning interest at 5% until retirement. At retirement, the benefit is calculated as if the sum of the employee's accumulated contributions with interest and the employer match plus employer-financed monetary credits, such as USC, with interest were used to purchase an annuity. Additionally, initiated in 1993, the City provided on an annually repeating (automatic) basis cost of living adjustments (COLA) for retirees equal to a percentage of the change in the consumer price index (CPI).

A summary of plan provisions for the City are as follows:

Employee deposit rate	7%
Matching ratio (City to employee)	2 to 1
Years required for vesting	5
Service retirement eligibility	20 years at any age, 5 years at age 60 and above
Updated Service Credit	75% Repeating
Annuity Increase to retirees	50% of CPI Repeating

The City's employees do not participate in Social Security.

At the December 31, 2023 valuation and measurement date, the following employees were covered by the benefit terms:

Retirees or beneficiaries currently receiving benefits	836
Inactive employees entitled to but not yet receiving benefits	831
Active employees	867
	2,534

Contributions:

Under the state law governing TMRS, the contribution rate for each city is determined annually by the consulting actuary, using the Entry Age Normal (EAN) actuarial cost method. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Employees of the City of Carrollton were required to contribute 7% of their annual gross earnings during the fiscal year. For fiscal year 2024, the city made contributions of 11.83% for the months in calendar year 2023 and 12.62% for the months in calendar year 2024. The City provided for an additional voluntary contribution of 0.99 percentage points over the required contribution of 10.84% for the months in 2023 and 1.00 percentage points over the actuarially required contribution of 11.62% for the months in 2024. During the 2024 fiscal year, employees contributed $5,400,871 and the City contributed $9,601,862 which was $772,267 more than the actuarially required contribution.

Net Pension Liability:

The City's Net Pension Liability (NPL) was measured as of December 31, 2023, and the total pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial assumptions –

The Total Pension Liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Overall payroll growth	2.75% per year
Investment Rate of Return	6.75% net of pension plan investment expense, including inflation

Salary increases were based on a service-related table. Mortality rates for active members are based on the PUB (10) mortality tables with 110% of the Public Safety table used for males and 100% of the General Employee table used for females. Mortality rates for healthy retirees and beneficiaries were based on the gender-distinct 2019 Municipal Retirees of Texas mortality tables. Male rates are multiplied by 103% and female rates are multiplied by 105%. The rates for actives, health retirees and beneficiaries are projected on a fully generational basis by the most recent Scale MP-2021 to account for future mortality improvements. For disabled annuitants, the same mortality tables for healthy retirees is used with a 4-year set forward for males and a 3-year set forward for females. In addition, a 3.5% and 3.0% minimum mortality rate is applied, for males and females respectively, to reflect the impairment for younger members who become disabled. The rates are projected on a fully generational basis by the most recent Scale MP-2021 to account for future mortality improvements subject to the floor.

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four-year period from December 31, 2018 to December 31, 2022. The assumptions were adopted in 2023 and first used in the December 31, 2023 actuarial valuation. The post-retirement mortality assumption for Annuity Purchase Rates (APRs) is based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income to satisfy the short-term and long-term funding needs of TMRS.

The long-term expected rate of return in pension plan investments was determined by best estimate ranges of expected returns for each major asset class. The long-term expected rate of return is determined by weighting the expected return for each major class by the respective target asset allocation percentage. The target allocation and best estimates of the expected return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	35.0%	7.70%
Core Fixed Income	6.0%	4.90%
Non-Core Fixed Income	20.0%	8.70%
Other Public & Private Market	12.0%	8.10%
Real Estate	12.0%	5.80%
Hedge Funds	5.0%	6.90%
Private Equity	10.0%	11.80%
Total	100.0%	

Discount Rate – The discount rate used to measure the Total Pension Liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that employee contributions will remain at the current 7% and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

Changes in the Net Pension Liability/(Asset) –

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
	(a)	(b)	(a)-(b)
Balance at 12/31/2023	$ 515,220,132	$ 469,473,589	45,746,543
Charges for the year:			
Service Cost	10,927,547	-	10,927,547
Interest	34,315,070	-	34,315,070
Difference between expected and actual experience	2,965,163	-	2,965,163
Change in assumptions	(4,009,479)	-	(4,009,479)
Contributions - Employer	-	8,416,193	(8,416,193)
Contributions - Employee	-	4,980,002	(4,980,002)
Net Investment Income	-	54,253,809	(54,253,809)
Benefit Payments, including refunds of employee contributions	(24,625,002)	(24,625,002)	-
Administrative Expense	-	(345,675)	345,675
Other Changes	-	(2,415)	2,415
Net Changes	19,573,299	42,676,912	(23,103,613)
Balance at 12/31/2024	$ 534,793,431	$ 512,150,501	$ 22,642,931

Sensitivity of the net pension liability to changes in the discount rate –

The following presents the net pension liability/(asset) of the City, calculated using the discount rate of 6.75%, as well as what the City's net pension liability/(asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

	1% Decrease in Discount Rate	Current Discount Rate	1% Increase in Discount Rate
City's net pension liability / (asset)	$ 92,509,773	$ 22,642,931	$ (35,157,773)

Pension Plan Fiduciary Net Position –

Detailed information about the pension plan's Fiduciary net Position is available in a separately issued TMRS financial report. That report may be obtained on the Internet at www.tmrs.com.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions:

For the year ended September 30, 2024, the City recognized pension expense of $7,938,139. This amount is included as part of Personal Services decrease on expenses within the functional program activities, and such decrease was due to vacancy.

At September 30, 2024, the City reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions after measurement date	$ 7,450,304	$ -
Net difference in projected and actual earnings on pension assets	13,192,649	-
Changes in actuarial assumptions used to determine pension liability	-	2,779,577
Difference in expected and actual pension experience	4,559,623	3,595
Total	$ 25,202,576	$ 2,783,172

Deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date of $7,450,304 will be recognized as a decrease of the net pension liability for the measurement year ending December 31, 2024 (i.e. recognized in the city's financial statements September 30, 2025). Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Measurement Year ended December 31	
2024	5,198,030
2025	4,306,229
2026	9,977,709
2027	(4,512,868)
2028	-
Total	$ 14,969,100

B. Deferred Compensation Plan

The City offers all employees a deferred compensation plan through Mission Squared (Trustee) in accordance with Internal Revenue Code Section 457. The ICMA-RC 457 plan provides employees the option to supplement their TMRS retirement benefits by making pre-tax contributions to their plan. If employees contribute at least 4.65% of their gross pay per pay period the City will match 2.35%. The 457 Plan contribution maximums for 2024 are: $23,000; $30,500 for age 50 catch-up and $46,000 for the regular catch-up provision. Employees may enroll in the plan and /or change their contribution amounts at any time. The total amount contributed by the City for Fiscal Year 2024 was $1,181,540. The City also began offering a Roth 457 option as an additional retirement benefit.

(8) INTERFUND ACTIVITY:

Interfund transfers during the year ended September 30, 2024, were as follows:

	Transfers In/Internal Contribution						
	General Fund	Streets and Drainage	General and Public Facilities	Parks and Recreation	Water and Sewer Capital Fund	Non-Major Governmental	Total
Transfers Out							
General Fund	$ -	$ 2,000,000	$ 28,000,150	$ 2,210,000	$ 1,250,000	$ 270,000	$ 33,730,150
Internal Service	1,046,690	-	-				1,046,690
General and Public Facilities	-	-	-	8,260,720	-		8,260,720
Water and Sewer	5,028,917	-			-		5,028,917
Sanitation	852,916	964,487	-	-	-		1,817,403
Total	$ 6,928,523	$ 2,964,487	$ 28,000,150	$ 10,470,720	$ 1,250,000	$ 270,000	$ 49,883,879

Transfers are primarily used to move funds from:

- Sanitation Fund to the General Fund and Streets and Drainage capital project fund for alleys.
- The Proprietary Funds to the General Fund for a budgeted allocation amount.
- The General Fund to various funds for capital projects in accordance with budgetary authorizations.
- The Public Facilities fund to the Parks and Recreation Fund for capital projects.
- The General and Public Facility fund to the Parks and Recreation fund for various capital projects.

(9) WATER PURCHASE AND WASTEWATER TREATMENT CONTRACTS:

The City has a contract with Dallas Water Utilities (DWU) to purchase substantially all of the City's potable water. Under the contract, the City pays DWU a rate based on a fixed demand charge, plus water usage. The rates charged are subject to minimum annual contract payments. Water expense for the year ended September 30, 2024 was $17,751,143.

The City has a contract with Trinity River Authority (TRA) whereby the TRA has agreed to provide a wastewater treatment and disposal system for the benefit of the City and any "additional member City" as defined. Each member city pays an "annual payment", as defined, as its pro rata share of operating expenses and debt service of TRA's Central Regional Wastewater System (CRWS). The City's annual expense for the year ended September 30, 2024 was $15,729,480. To provide the above mentioned services, TRA CRWS issues revenue bonds repayable solely from revenues generated from

the member city contracts with TRA CRWS. As such, the City is an obligated party on all outstanding TRA CRWS debt.

(10) SELF-INSURANCE

The City administers a self-insured retention program (SIR) within the Risk management Internal Service Fund in order to deal with potential liabilities. Claims in excess of the self-insured retention amounts are covered through third-party limited-coverage insurance policies. The City is self-insured with excess coverage in these areas:

Policy	Retention	Limits on Liability
General Liability	$25,000 per occurrence	$2,000,000 per occurrence and $4,000,000 policy aggregate
Law Enforcement Liability	$50,000 per occurrence	$3,000,000 per occurrence and $6,000,000 policy aggregate
Errors and Omissions	$50,000 per occurrence	$2,000,000 per occurrence and $4,000,000 policy aggregate
Workers' Compensation	$100,000 per occurrence	Statutory
Property Loss	$25,000 per occurrence	$ 278,102,497
Automobile Liability	$50,000 per occurrence	$1,000,000 per occurrence
Automobile Physical Damage	$10,000 per occurrence	Actual cash value or agreed value as scheduled
Cyber Insurance - 7 Towers	$10,000 to $50,000 per occurrence depending on type	$50,000 to $3,000,000 per tower, multiple aggregate sublimits

All funds of the City participate in the program and make payments to the Risk Management Fund. In 2024, the City experienced damages due to inclement weather which the cost from this incident is reflected in the Risk Fund. As of the end of fiscal year 2024, the loss reserve was estimated at $1,577,007.

Changes in this reserve amount in fiscal years 2023 and 2024 were as follows:

	Balance at Beginning of Fiscal Year	Current-year Claims and Changes in Estimates	Claim Payments	Balance at End of Fiscal Year
2022-2023	$ 1,212,786	$ 1,350,944	$ 1,335,262	$ 1,228,468
2023-2024	$ 1,228,468	$ 1,595,655	$ 1,247,116	$ 1,577,007

The City maintains the Employee Health and Disability Fund to account for the City's employee health care coverage and long-term disability programs which are self-insured by the City with long-term disability claims in excess of one year covered through third-party insurance policies. In addition, excess insurance has been obtained for an individual employee's health care claims exceeding $225,000.

Revenues are recognized from payroll deductions and City contributions. At September 30, 2024, a liability of $789,685 has been recorded, which represents estimated claims incurred by not yet reported.

Changes in this claim liability during fiscal years 2023 and 2024 were as follows:

	Balance at Beginning of Fiscal Year	Current-year Claims and Changes in Estimates	Claim Payments	Balance at End of Fiscal Year
2022-2023	$ 788,496	$ 8,561,674	$ 8,557,379	$ 792,791
2023-2024	$ 792,791	$ 8,719,182	$ 8,722,288	$ 789,685

There have been no significant increases in insurance coverage during the fiscal year 2024.

(11) TAX ABATEMENTS:

The City enters into economic development agreements designed to promote development and redevelopment within the City, stimulate commercial activity, generate additional sales tax and enhance the property tax base and economic vitality of the City. This program rebates property and hotel occupancy taxes and is authorized under Chapter 380 of the Texas Local Government Code.

The City has entered into various agreements that rebate a percentage of property and/or hotel occupancy taxes. Agreements for rebate of property taxes call for rebates of 50% to 100% of taxes on incremental values for up to 12 years. The agreement for hotel occupancy

taxes provides for a step down in rebates starting at 100% for 15 years, 75% for the next three years, and 50% for the remaining two years. For fiscal year 2024, the City rebated property taxes of $1,113,910 or .95% of the $117,475,455 total levy and hotel occupancy taxes of $308,214 or 53.38% of the $577,425 total occupancy tax revenues.

(12) COMMITMENTS AND CONTINGENT LIABILITIES:

Encumbrances – As discussed in note 1 E, Budgetary Control, for budgetary purposes, includes the impact of encumbrances. Encumbrances are commitments related to unperformed contracts for goods or services (i.e. purchase orders). At year end, the amount of encumbrances expected to be honored upon performance by the vendor in the next year in the General Fund were $431,111.

Grants – The City participates in certain federal and state assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

Litigation – Various claims and lawsuits are pending against the City. In the opinion of City management, after consultation with legal counsel, the potential loss on all claims and lawsuits will not materially affect the City's financial position, results of operations, or cash flows.

Construction Commitments – The City has active construction projects as of September 30, 2024. Total accumulated commitments for ongoing capital projects are composed of the following:

Streets and Drainage	$	115,072,525
Traffic		751,993
Parks and Recreation		35,263,571
General Facilities		56,345,966
Community Development		12,304,492
Tax Increment Reinvestment Zone		3,538,000
Water and Sewer		41,012,626
Golf Course		669,720
Total	**$**	**264,958,893**

These commitments will be funded through unspent bond proceeds, unrestricted cash, and intergovernmental participation.

(13) OTHER POSTEMPLOYMENT BENEFITS:

a) Retiree Health Care Plan:

Program Description:

In addition to the pension benefits described in Note 7, as required by state law and defined by City Policy, the City makes available health care benefits, as established by management, to all employees who retire from the City and who are receiving benefits from a City sponsored retirement program (Texas Municipal Retirement System, and/or a Section 457 Deferred Compensation Plan) through a single-employer defined benefit healthcare plan. For financial reporting purposes, the "Retiree Health Program" is accounted for in the Employee Health and Disability Fund. No other financial statements are issued related to the Retiree Health Program. No assets are accumulated in a trust that meet the criteria in paragraph 4 of statement 75.

The Retiree Health Program provides lifetime insurance (or until age 65 if eligible for Medicare) to eligible retirees, their spouses, and dependents through the City's group health insurance plan, which covers both active and retired members. The program allows for retirees who meet certain characteristics to remain on the city's health plan at a blended contribution rate. Employees are eligible to retire if they meet one of the following criteria:

- Had over 20 years of service as of January 1, 2009 or were 60 years of with five or more years of service, or
- Are 60 years of age with at least 10 years of consecutive service.

Membership in the Retiree Health Program is as follows:

Membership	
Number of	
- Retirees and Beneficiaries	35
- Inactive, Nonretired Members	0
- Active Members	792
- Total	827

The Retiree Defined Contribution Program has been implemented since January 1, 2008 for active employees with less than 20 years of service or at 60 years or more of age with less

than five years of service. This plan requires participants to pay an aged-based full-cost premium if they choose to remain on the City's healthcare plan upon retirement. In return, the City has begun making scheduled contributions into a Retiree Health Savings plan in the name of each employee who has ten years of service or more. Employees are 50% vested at 15 years of service with the City and 100% vested at 20 years of service. Under the provisions of GASB Codification Section Po 50, employees who will be required to contribute the full aged-based cost for coverage for the City's health Plan do not receive Other Post employment Benefits. See Section B at the end of this note for a full descrption of the Retiree Health Savings Plan.

Funding Policy:

Current retirees contribute to the Retiree Health Program the total blended premium for active and retired participants. The city contribution to the Retiree Health Program consists of Pay-as-you-go claims in excess of the retiree contributions for the year. Retiree contribution rates for fiscal year 2024 were $8,969 to $48,624 per year depending on coverage levels selected. In fiscal year 2024, total member contributions were $218,097. Retiree contributions to the retiree health fund exceeded retiree expenses for fiscal year 2024.

Funded Status and Funding Progress:

As of December 31, 2023, the most recent measurement date based on acturial valuation date of December 31, 2023, the total OPEB liability (TOL) for benefits was $5,193,178, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) for fiscal year 2023 was $71,059,046. The ratio of the total OPEB Liability to the covered payroll was 7.31%.

Actuarial valuation of the program involves estimates of the value of reported amounts and assumptions of the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare costs trend. Amounts determined regarding the funded status of the program and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. OPEB liabilities are liquidated with funds from the General Fund and Water Sewer.

Actuarial Methods and Assumptions:

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits

provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members at that point.

For the December 31, 2023 measurement, the Individual Entry Age cost method was used. The actuarial assumptions include a 3.77% discount rate (4.05% as of December 31, 2022), based on the Fidelity 20-year Municipal GO AA Index, an annual healthcare cost trend rate of 7.20% initially, reduced by decrements to an ultimate rate of 4.25% after 15 years, and salary increases from 3.60% to 11.85%, including inflation. The rate of inflation is assumed to be 2.5%. For healthy retirees, the gender-distinct 2019 Municipal Retirees of Texas Mortality Tables are used with male rates multiplied by 103% and female rates multiplied by 105%. The rates are projected on a fully generational basis using the ultimate mortality improvement rates in the MP tables published through 2021 to account for future mortality improvements. Demographic assumptions are based on the experience study as conducted for TMRS in 2023.

The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's total OPEB liability.

Service Cost	$	131,460
Interest on Total OPEB Liability		115,259
Changes of Assumptions		212,981
Benefit Payments		39,908
Change in benefit terms		-
Difference between expected and actual experience of the total OPEB liability		1,933,362
Net Change in Total OPEB Liability		2,432,970
Total OPEB Liability - beginning		2,760,208
Total OPEB Liability - ending	$	5,193,178

Sensitivity of the total OPEB liability to changes in the discount rate –

The following presents the total OPEB liability of the City, calculated using the discount rate of 3.77%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.77%) or 1-percentage-point higher (4.77%) than the current rate:

	1% Decrease in Discount Rate	Current Discount Rate	1% Increase in Discount Rate
City's Total OPEB Liability	$ 5,821,512	$ 5,193,178	$ 4,658,020

Sensitivity of the total OPEB liability to changes in the healthcare trend rate –

The following presents the sensitivity of the total OPEB liability of the City to changes in the healthcare cost trend rates, the following presents the plan's total OPEB liability, calculated using the assumed trend rates as well as what the plan's total OPEB liability would be if it were calculated using a trend rate that is 1-percent lower or 1-percent higher:

	1% Decrease in Trend Rate	Current Health Care Trend Rate	1% Increase in Trend Rate
City's Total OPEB Liability	$ 4,621,811	$ 5,193,178	$ 5,871,248

For the year ended September 30, 2024, the City recognized a OPEB expense of $427,346.

Difference between expected and actual experience and changes in actuarial assumptions used to determine total OPEB liability are amortized as follows:

Year Ending September 30	Net Deferred Outflows / (Inflows)
2025	$ 180,627
2026	180,627
2027	180,627
2028	180,627
2029	180,627
Thereafter	599,729
Total	$ 1,502,864

At September 30, 2023, the City reported deferred outflows and inflows of resources related to OPEB which are detailed in the following table.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 1,726,775	$ -
Changes in actuarial assumptions used to determine total OPEB liability	189,316	413,226
Contributions subsequent to the measurement date	41,715.00	
Total	$ 1,957,806	$ 413,226

b) Retiree Health Savings Plan (RHS)

Non-grandfathered employees will be required to participate in the City's Retiree Health Savings (hereafter referred to as RHS) plan as described below.

Eligible employees will receive contributions to their RHS accounts on the second pay period in January of each year with the first year starting after the completion of ten full years of continuous service with the City of Carrollton. Years of service will be determined as of January 1 of each year. Contributions will vary based on years of service.

Employees will be 50% vested at 15 years and 100% vested at 20 years. Vesting includes all RHS account balances including investment earnings. RHS accounts will be administered through ICMA-RC and investment options will be similar or identical to those offered by ICMA-RC in their 457 plan with the City. The benefits and terms are established and amended by the City.

Employees are eligible for disbursement from their vested RHS account balances upon termination of city employment according to the vesting schedule above and IRS regulations. Upon termination, RHS balances may be disbursed for any eligible health-related expenses as defined by IRS Regulations. Upon separating from service, prior to benefit eligibility, a participant's non-vested funds shall remain in the plan and be reallocated among fully vested plan participants.

Benefit provisions are contained in the plan document and were established and can be amended by action of the City's governing body. Contributions actually made by the City aggregated $861,500 during 2024.

(C) Retiree Medicare Part A

Retirees inelgible for Medicare Part A are eligible for city reimbursments of Part A premiums if they meet a set of qualification standards. There are twenty-four (24) potential retirees, and only one (1) has documented eligiblity for reimbursement.

(14) POLLUTION REMEDIATION

During Fiscal Year 2024, there were no environmental incidents that required pollution remediation.

(15) LEASES

Lessee -

The City recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements.

The City measures the lease liability at the present value of payments expected to be made during the lease term. The lease liability is reduced by the principal portion of lease payments made. The lease right-to-use asset is measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease right-to use asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term and (3) lease payments.

The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases. The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

The City monitors changes in circumstances that would require a re-measurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Leased assets are reported on the government-wide Statement of Net Position and lease liabilities are reported with noncurrent liabilities on the Statement of Net Position.

Lessor –

The City recognizes a lease receivable and deferred inflow of resources in the government-wide and governmental funds financial statements.

The City measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is measured as the amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term. Key estimates and judgments include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term and (3) lease receipts. The City uses the lessee's rate or the rate disclosed in the agreement. If the rate is not readily available, the City uses its estimated incremental borrowing rate as the discount rate. The lease term includes the non-cancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee. The City monitors changes in circumstances that would require a re-measurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

1. Lease receivable

At the start of current fiscal year, the City was leasing live-work spaces, land and building space. These leases all had varying terms between two and three years. The City recognized $188,198 in lease and interest revenue during the current fiscal year related to these leases. As of September 30, 2024, the City's receivable for lease payments was $553,035. Also, the City has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of September 30, 2024, the balance of the deferred inflow of resources was $547,822.

2. Lease payable

The City entered into a ten-year lease agreement as lessee beginning in 2022 for the acquisition and use of police equipment and building lease for space. The City, has also entered into two leases as the lessee for digital space and advertising billboard space. As of September 30, 2024, the value of the lease liability was $3,538,801.

The future principal and interest lease payments as of September 30, 2024, were as follows:

Maturity Analysis	Principal	Interest	Total
10/01/2024 - 09/30/2025	$ 688,292	$ 22,180	$ 710,472
10/01/2025 - 09/30/2026	636,823	15,450	652,273
10/01/2026 - 09/30/2027	556,542	11,351	567,893
10/01/2027 - 09/30/2028	541,724	8,276	550,000
10/01/2028 - 09/30/2029	544,765	5,235	550,000
10/01/2029 - 09/30/2034	570,655	2,262	572,917
Total	$ 3,538,801	$ 64,754	$ 3,603,555
Lease Liability	$ 3,538,801		

(16) SUBSCRIPTION LIABILITIES

The City has various subscription-based information technology arrangements (SBITAs), the terms of which expire in various years through 2027. Variable payments based upon the use of the underlying asset are not included in the subscription liability because they are not fixed in substance.
During the year ended September 30, 2023 the City recognized $ 158,794 of subscription expense for variable payments not previously included in the measurement of the subscription liability.

The future principal and interest subscription payments as of September 30, 2023, were as follows:

Maturity Analysis			
Governmental Activities	**Principal**	**Interest**	**Total**
10/01/2024 - 9/30/2025	$ 722,403	$ 31,830	$ 751,723
10/01/2025 - 09/30/2026	351,151	16,853	374,005
10/01/2026 - 09/30/2027	334,861	6,812	341,493
10/01/2027 - 9/30/2028	33,041	499	33,540
Total	$ 1,447,276	$ 55,994	$ 1,500,761
Business Activities	**Principal**	**Interest**	**Total**
10/01/2024 - 9/30/2025	$ 476,858	$ 35,663	$ 512,521
10/01/2025 - 09/30/2026	491,362	21,158	512,520
10/01/2026 - 09/30/2027	480,619	6,275	486,894
10/01/2027 - 9/30/2028	-	-	-
Total	$ 1,448,839	$ 63,096	$ 1,511,935
Subscription Liability	$ 4,344,953		

(17) FUTURE FINANCIAL REPORTING REQUIREMENT:

The City is in the process of reviewing possible impacts of GASB pronouncements which will become effective in future years, and notes the following statements are applicable to the City.

Statement No. 101, *Compensated Absences*. This Statement will become effective for the City for fiscal year 2025. This statement will amend the methodology for the recognition and measurement for compensated absenses.
Statement No. 102, Certain Risk Disclosures, will provide information about risks related to a government's vulnerablities due to certain concentrations or constraints. This statement will become effective for the fiscal year beginning after June 15, 2024

Statement No. 103, Financial Reporting Model Improvements. This statement will become effective for fiscal years beginning after June, 15, 2025. This statement will improve key components of the financial reporting model.

Statement No. 104, Disclosure of Certain Assets. This statement will become effective for the fiscal year beginning after June 15, 2025. This statement will require detailed information about certain types of assets including lease, right-to-use and subscription assets, and assets held for sale.

The City is aware of risk and uncertainties related to the memorandum from the Office of Management and Budget (OMB M25-13) related to the Temporary Pause of grants, loans and other financial assistance programs. The memorandum has since been rescinded, however the city continues to monitor the funding requirements closely.

CITY OF CARROLLTON, TEXAS
Required Supplementary Information
Texas Municipal Retirement System
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
Last Ten Fiscal Years
(Unaudited)

	Measurement Year 2014	Measurement Year 2015	Measurement Year 2016	Measurement Year 2017	Measurement Year 2018
Total pension liability:					
Service cost	$ 6,592,786	$ 7,652,932	$ 8,018,638	$ 8,406,143	$ 8,686,029
Interest	23,690,265	24,739,518	25,320,101	26,477,155	27,654,253
Difference between expected and actual experience	(2,087,560)	(964,785)	(726,584)	192,522	(491,951)
Change in assumptions		4,666,507	-	-	-
Benefit payments, including refunds of employee contributions	(13,257,578)	(14,214,900)	(14,957,304)	(16,371,432)	(19,183,121)
Net change in total pension liability	14,937,913	21,879,272	17,654,851	18,704,388	16,665,210
Total pension liability - beginning	341,764,756	356,702,669	378,581,941	396,236,792	414,941,180
Total pension liability - ending (a)	356,702,669	378,581,941	396,236,792	414,941,180	431,606,390
Plan fiduciary net position:					
Contributions - employer	6,822,121	7,332,309	7,258,922	7,063,344	7,332,214
Contributions - employee	3,423,287	3,679,294	3,642,470	3,820,974	3,966,963
Net investment income	19,077,452	515,477	23,404,549	50,642,626	(12,286,647)
Benefit payments, including refunds of employee contributions	(13,257,578)	(14,214,900)	(14,957,304)	(16,371,432)	(19,183,121)
Administrative expense	(199,188)	(313,987)	(264,342)	(262,459)	(237,525)
Other	(16,377)	(15,507)	(14,242)	(13,301)	(12,410)
Net change in plan fiduciary net position	15,849,717	(3,017,314)	19,070,053	44,879,752	(20,420,526)
Plan fiduciary net position - beginning	333,503,997	349,353,714	346,336,400	365,406,453	410,286,205
Plan fiduciary net position - ending (b)	349,353,714	346,336,400	365,406,453	410,286,205	389,865,679
Net pension liability (asset) - ending (a) - (b)	$ 7,348,955	$ 32,245,541	$ 30,830,339	$ 4,654,975	$ 41,740,711
Plan fiduciary net position as a percentage of total pension liability	97.94%	91.48%	92.22%	98.88%	90.33%
Covered payroll	$ 48,904,096	$ 52,561,347	$ 52,035,292	$ 54,585,343	$ 56,586,510
Net pension liability (asset) as a percentage of covered payroll	15.03%	61.35%	59.25%	8.53%	73.76%

Continued to next page.

CITY OF CARROLLTON, TEXAS
Required Supplementary Information
Texas Municipal Retirement System
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
Last Ten Fiscal Years
(Unaudited)

	Measurement Year 2019	Measurement Year 2020	Measurement Year 2021	Measurement Year 2022	Measurement Year 2023
Total pension liability:					
Service cost	$ 9,041,317	$ 9,731,090	$ 9,951,153	$ 10,260,287	$ 10,927,547
Interest	28,782,762	29,983,251	31,121,665	32,762,856	34,315,070
Difference between expected and actual experience	(472,361)	(1,948,426)	6,107,408	4,059,028	2,965,163
Change in assumptions	(98,593)	-	-		(4,009,479)
Benefit payments, including refunds of employee contributions	(19,431,525)	(20,194,442)	(21,826,659)	(24,215,069)	(24,625,002)
Net change in total pension liability	17,821,600	17,571,473	25,353,567	22,867,102	19,573,299
Total pension liability - beginning	431,606,390	449,427,990	466,999,463	492,353,030	515,220,132
Total pension liability - ending (a)	449,427,990	466,999,463	492,353,030	515,220,132	534,793,431
Plan fiduciary net position:					
Contributions - employer	7,472,522	7,990,471	8,176,468	7,876,648	8,416,193
Contributions - employee	4,132,806	4,414,623	4,517,385	4,660,713	4,980,002
Net investment income	60,244,834	33,524,687	60,899,041	(37,841,597)	54,253,809
Benefit payments, including refunds of employee contributions	(19,431,525)	(20,194,442)	(21,826,659)	(24,215,069)	(24,625,002)
Administrative expense	(340,567)	(217,064)	(281,958)	327,971	(345,675)
Other	(10,230)	(8,470)	1,931	391,152	(2,415)
Net change in plan fiduciary net position	52,067,840	25,509,805	51,486,208	(49,455,944)	42,676,912
Plan fiduciary net position - beginning	389,865,679	441,933,518	441,993,518	518,929,531	469,473,589
Plan fiduciary net position - ending (b)	441,933,519	467,443,323	518,929,531	469,473,588	512,150,501
Net pension liability (asset) - ending (a) - (b)	$ 7,494,471	$ (443,860)	$ (26,576,501)	$ 45,746,544	$ 22,642,930
Plan fiduciary net position as a percentage of total pension liability	98.33%	100.10%	105.40%	91.12%	95.77%
Covered payroll	$ 58,977,932	$ 63,066,038	$ 64,534,068	$ 66,582,002	$ 71,142,884
Net pension liability (asset) as a percentage of covered payroll	12.71%	-0.70%	-41.18%	68.71%	31.83%

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CITY OF CARROLLTON, TEXAS
Required Supplementary Information
Texas Municipal Retirement System
Schedule of Contributions
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	(1) Actuarially determined contribution	(2) Contribution in relation to the actuarially determined contribution	(3) Contribution excess (deficiency) (2) - (1)	(4) Covered payroll	(5) Actuarially determined contributions as a percentage of covered payroll (1)/(4)	(6) Contributions as a percentage of covered employee payroll (2)/(4)
2015	6,329,810	6,982,334	652,524	50,052,500	12.65%	13.95%
2016	6,108,431	7,256,852	1,148,421	52,020,446	11.74%	13.95%
2017	6,527,064	7,072,321	545,257	53,555,327	12.19%	13.21%
2018	6,563,597	7,233,075	669,478	55,897,022	11.74%	12.94%
2019	5,979,973	6,310,121	330,148	58,214,153	10.27%	10.84%
2020	7,397,973	7,763,315	365,342	61,273,205	12.07%	12.67%
2021	8,045,686	8,554,378	508,692	67,516,799	11.92%	12.67%
2022	7,239,953	7,867,711	627,758	65,407,272	11.07%	12.03%
2023	7,532,281	8,227,783	695,502	69,550,150	10.83%	11.83%
2024	8,829,594	9,601,862	772,267	77,226,733	11.83%	12.62%

Notes to Schedule:
Valuation Date:
Actuarially determined contribution rates are calculated as of December 31st each year and become effective in January, 13 months later.

Methods and Assumptions Used to Determine Contribution Rate for 2023:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	22 years
Asset Valuation Method	10 Year smoothed market; 12% soft corridor
Inflation	2.50%
Salary Increases	3.60% to 11.85% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that vary by age. Last updated for the 2023 valuation pursant to an experience study of the period ending 2022.
Mortality	Post-retirement: 2019 Municipal Retirees of Texas Mortality Tables. Male rates are multiplied by 103% and female rates are multiplied by 105%.The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence). Pre-retirement: PUB(10) mortality tables, with the 110% Public Safety table used for males and the 100% General Employee table used for females. The rates are projected on a fully generational basis by the most recent Scale MP-2021(with immediate convergence).

Other information: There were no benefit changes during the year.

Significant assumption differences for fiscal years prior to 2023

Inflation	3% for fiscal years prior to 2016.
Investment Rate of Return	7% for fiscal years prior to 2016.

CITY OF CARROLLTON, TEXAS
Required Supplementary Information
Schedule of Changes in the City's Total OPEB Liability and Related Ratios
(Unaudited)

	Measurement Year 2017	Measurement Year 2018	Measurement Year 2019	Measurement Year 2020	Measurement Year 2021	Measurement Year 2022	Measurement Year 2023
Total OPEB liability							
Service cost	$ 23,938	$ 26,985	$ 18,757	$ 17,884	$ 8,582	$ 183,109	131,460
Interest	681,288	622,194	651,460	455,920	364,544	59,440	115,259
Changes of benefit terms	-	-	-	-	2,426,763	-	-
Difference between expected and actual experience	-	(170,261)	(1,713,950)	211,176	(17,727,901)	10,582	1,933,362
Changes of assumptions	1,118,690	(864,664)	1,066,615	1,603,380	41,265	(531,290)	212,981
Benefit payments	(1,052,441)	(766,795)	(929,130)	(1,077,134)	(193,655)	(200,975)	39,908
Net change in total OPEB liability	771,475	(1,152,541)	(906,248)	1,211,226	(15,080,402)	(479,134)	2,432,970
Total OPEB liability - beginning	**18,395,832**	**19,167,307**	**18,014,766**	**17,108,518**	**18,319,744**	**3,239,342**	2,760,208
Total OPEB liability - ending (a)	19,167,307	18,014,766	17,108,518	18,319,744	3,239,342	2,760,208	5,193,178
Covered employee payroll	$ 2,658,886	$ 2,617,211	$ 2,009,270	$ 2,268,981	$ 64,155,364	$ 66,497,002	71,059,046
Total OPEB liability as a percentage of covered employee payroll	720.88%	688.32%	851.48%	807.40%	5.05%	4.15%	7.31%
Discount Rate Per Period*	3.31%	3.71%	2.75%	2.00%	1.84%	4.05%	3.77%

Note to Schedule
Changes of Assumptions: Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period as notated in the above chart.

Until a full 10-year trend is completed, we will present information for those years for which information is available.

The City has no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

CARROLLTON

TEXAS

COMBINING FINANCIAL STATEMENTS

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Hotel/Motel Tax Fund – to account for the accumulation of resources from the Hotel/Motel Tax assessment levied by the City. These monies are to be spent to promote the progress, development or growth of the City with the guidelines set forth on disposition of revenues collected under the authority of the Texas Hotel Occupancy Tax Act (Articles 1269; Vernon's Texas Civil Statutes).

Public Safety Fund – to account for special fines, forfeitures and grant funds for Public Safety programs.

Public Improvement District Fund - to account for PID assessment fees collected to cover the costs associated with improvements within the district(s).

Cultural and Recreational Fund – to account for miscellaneous funds designated for special cultural and recreational programs of the City.

Capital Project Funds

Traffic Fund – to account for funds received and expended for new installations and replacement of traffic signalization equipment, and installation of underground conduit and wiring for streetlights.

Tax Increment Reinvestment Zone – to account for funds received and expended within the City's Tax Increment Reinvestment Zone located adjacent to the light rail stations.

Community Development Fund – to account for funds received and expended on community beautification and revitalization programs. This fund includes grant funds from the Community Development Block Grant program and the Neighborhood Partnership tax levy.

CITY OF CARROLLTON, TEXAS

Combining Balance Sheet
Non-Major Governmental Funds
September 30, 2024

	Special Revenue				Capital Projects			
	Hotel/Motel Tax	Public Safety	Public Improvement District	Cultural and Recreational	Traffic	Tax Increment Reinvestment Zone	Community Development	Total Other Governmental Funds
Assets								
Cash and cash equivalents	$ 364,376	$ 2,659,270	$ -	$ 1,190,457	$ 1,618,110	$ 8,716,941	$ 31,567,611	$ 46,116,765
Accrued interest	-	9,934	-	1,344	11,120	26,932	162,198	211,528
Due from other governments	-	-	-	-	-	-	112,015	112,015
Prepaid items	112,067	-	-	-	-	-	-	112,067
Total assets	$ 476,443	$ 2,669,204	$ -	$ 1,191,801	$ 1,629,230	$ 8,743,873	$ 31,841,824	$ 46,552,375
Liabilities, Deferred Inflows of Resources and Fund Balances								
Liabilities								
Accounts payable	$ 845	$ 438,429	$ -	$ (17,350)	$ -	$ -	$ 306,100	$ 728,024
Unearned revenue	49,086	-	-	-	165,856	-	-	214,942
Total liabilities	49,931	438,429	-	(17,350)	165,856	-	306,100	942,966
Deferred inflows of resources								
Total deferred inflows of resources	-	-	-	-	-	-	-	-
Fund Balances								
Nonspendable:								
Prepaid items	112,067	-	-	-	-	-	-	112,067
Restricted for:								
Capital projects	-	-	-	-	-	8,743,873	-	8,743,873
Other purposes	314,445	2,230,775	-	-	-	-	-	2,545,220
Committed to:								
Capital projects	-	-	-	-	1,463,374	-	31,535,724	32,999,098
Assigned to:								
Other purposes	-	-	-	1,209,151	-	-	-	1,209,151
Total fund balances	426,512	2,230,775	-	1,209,151	1,463,374	8,743,873	31,535,724	45,609,409
Total liabilities, deferred inflows of resources and fund balances	$ 476,443	$ 2,669,204	$ -	$ 1,191,801	$ 1,629,230	$ 8,743,873	$ 31,841,824	$ 46,552,375

CITY OF CARROLLTON, TEXAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended September 30, 2024

	Special Revenue				Capital Projects			
	Hotel/Motel Tax	Public Safety	Public Improvement District	Cultural and Recreational	Traffic	Tax Increment Reinvestment Zone	Community Development	Total Other Governmental Funds
Revenues								
Ad valorem tax	$ -	$ -	$ -	$ -	$ -	$ 1,447,397	$ 5,979,489	$ 7,426,886
Occupancy tax	577,425	-	-	-	-	-	-	577,425
Assessments	-	-	-	-	29,485	-	-	29,485
Charges for services	50,734	-	-	7,119	-	-	-	57,853
Intergovernmental	-	11,184	-	-	-	532,532	1,029,919	1,573,635
Licenses and permits	-	-	-	25,525	-	-	-	25,525
Fines and forfeitures	-	288,468	-	-	-	-	-	288,468
Investment earnings net of change in fair value of investments	58,597	100,668	-	120,320	98,165	439,060	1,634,253	2,451,063
PID assessment revenue	-	-	1,194,688	-	-	-	-	1,194,688
Miscellaneous	59,901	-	-	116,116	-	-	8,244	184,261
Total Revenues	$ 746,657	$ 400,320	$ 1,194,688	$ 269,080	$ 127,650	$ 2,418,989	$ 8,651,905	$ 13,809,289
Expenditures								
Current:								
General government and administration	878,393	-	-	-	-	-	-	878,393
Public safety	-	388,590	-	-	-	-	-	388,590
Cultural and recreational	-	-	-	70,012	-	-	-	70,012
PID development reimbursement	-	-	1,194,688	-	-	-	-	1,194,688
Capital outlay	-	-	-	-	-	193,102	3,657,299	3,850,401
Total Expenditures	878,393	388,590	1,194,688	70,012	-	193,102	3,657,299	6,382,084
Excess (deficiency) of revenues over (under) expenditures	(131,736)	11,730	-	199,068	127,650	2,225,887	4,994,606	7,427,205
Other financing sources:								
Transfers in	270,000	-	-	-	-	-	-	270,000
	270,000	-	-	-	-	-	-	270,000
Net change in fund balances	138,264	11,730	-	199,068	127,650	2,225,887	4,994,606	7,697,205
Fund balances at beginning of year	288,248	2,219,045	-	1,010,083	1,335,724	6,517,986	26,541,118	37,912,204
Fund balances at end of year	$ 426,512	$ 2,230,775	$ -	$ 1,209,151	$ 1,463,374	$ 8,743,873	$ 31,535,724	$ 45,609,409

CARROLLTON

TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL

Special Revenue and Debt Service Funds

CARROLLTON

TEXAS

CITY OF CARROLLTON, TEXAS

Hotel/Motel Tax Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
For the Year Ended September 30, 2024
With Comparative Actual Totals for 2023

	2024				2023
	Budgeted Amounts				
	Original	Final	Actual GAAP Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis
Revenues					
Occupancy	$ 565,000	$ 584,559	$ 577,425	$ (7,134)	$ 594,040
Charges for services	-	-	50,734	50,734	63,955
Investment earnings net of change in fair value of investments	-	-	58,597	58,597	25,380
Miscellaneous	75,000	110,635	59,901	(50,734)	55,322
Total Revenues	640,000	695,194	746,657	51,463	738,697
Expenditures					
Current:					
General government and administration	910,000	1,085,000	878,393	206,607	-
Cultural and recreational	-	-	-	-	928,699
Excess (deficiency) of revenues over (under) expenditures	(270,000)	(389,806)	(131,736)	258,070	(190,002)
Other financing sources:					
Transfers in	135,000	270,000	270,000	-	270,000
Net change in fund balances	(135,000)	(119,806)	138,264	258,070	79,998
Fund balances at beginning of year	288,248	288,248	288,248	-	208,250
Fund balances at end of year	**$ 153,248**	**$ 168,442**	**$ 426,512**	**$ 258,070**	**$ 288,248**

CITY OF CARROLLTON, TEXAS

Public Safety Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
For the Year Ended September 30, 2024
With Comparative Actual Totals for 2023

	2024				2023
	Budgeted Amounts				
	Original	Final	Actual GAAP Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis
Revenues					
Intergovernmental	$ 10,000	$ 3,062	$ 11,184	$ 8,122	$ 4,327
Fines and forfeitures	291,511	202,218	288,468	86,250	401,449
Investment earnings net of change in fair value of investments	63,443	96,170	100,668	4,498	71,253
Miscellaneous	-	-	-	-	18,507
Total Revenues	364,954	301,450	400,320	98,870	495,536
Expenditures					
Current:					
Public safety	939,780	678,135	388,590	289,545	439,784
Net change in fund balances	(574,826)	(376,685)	11,730	388,415	55,752
Fund balances at beginning of year	2,219,045	2,219,045	2,219,045	-	2,163,293
Fund balances at end of year	**$ 1,644,219**	**$ 1,842,360**	**$ 2,230,775**	**$ 388,415**	**$ 2,219,045**

CITY OF CARROLLTON, TEXAS

Public Improvement District
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
For the Year Ended September 30, 2024
With Comparative Actual Totals for 2023

	2024				2023
	Budgeted Amounts				
	Original	Final	Actual GAAP Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis
Revenues					
Ad valorem	$ -	$ -	$ -	$ -	$ 1
PID assessment revenue	1,191,533	1,195,739	1,194,688	(1,051)	1,193,769
Total Revenues	1,191,533	1,195,739	1,194,688	(1,051)	1,193,770
Expenditures					
Current:					
PID Development Reimbursement	27,345	27,345	1,194,688	(1,167,343)	1,193,770
Principal retirement	468,543	442,584	-	442,584	-
Interest and fiscal charges	695,645	725,810	-	725,810	-
Total Expenditures	1,191,533	1,195,739	1,194,688	1,051	1,193,770
Net change in fund balances	-	-	-	-	-
Fund balances at beginning of year	-	-	-	-	-
Fund balances at end of year	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**

CITY OF CARROLLTON, TEXAS

Cultural and Recreational Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
For the Year Ended September 30, 2024
With Comparative Actual Totals for 2023

	2024				2023
	Budgeted Amounts				
	Original	Final	Actual GAAP Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis
Revenues					
Charges for services	$ -	$ -	$ 7,119	$ 7,119	$ 200
Licenses and permits	-	-	25,525	25,525	9,225
Investment earnings net of change in fair value of investments	1,000	1,579	120,320	118,741	66,334
Miscellaneous	50,400	74,229	116,116	41,887	86,582
Total Revenues	51,400	75,808	269,080	193,272	162,341
Expenditures					
Cultural and recreational	240,500	96,500	70,012	26,488	48,966
Net change in fund balances	(189,100)	(20,692)	199,068	219,760	113,375
Fund balances at beginning of year	1,010,083	1,010,083	1,010,083	-	896,708
Fund balances at end of year	**$ 820,983**	**$ 989,391**	**$ 1,209,151**	**$ 219,760**	**$ 1,010,083**

CITY OF CARROLLTON, TEXAS

Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
For the Year Ended September 30, 2024
With Comparative Actual Totals for 2023

	2024						2023
	Budgeted Amounts						
	Original	Final	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis
Revenues							
Taxes:							
Ad valorem	$ 30,763,990	$ 30,095,246	$ 30,840,495	$ -	$ 30,840,495	$ 745,249	$ 27,428,890
Penalty and interest	50,000	70,000	96,615	-	96,615	26,615	65,507
Investment earnings net of change in fair value of investments	-	100,000	75,505	-	75,505	(24,495)	41,716
Total Revenues	30,813,990	30,265,246	31,012,615	-	31,012,615	747,369	27,536,113
Expenditures							
General government and administration	-	-	86,156	-	86,156	(86,156)	-
Debt service:							
Principal retirement	22,210,000	22,213,844	22,210,000	-	22,210,000	3,844	16,855,000
Interest and fiscal charges	8,706,033	8,994,061	8,821,974	-	8,821,974	172,087	8,276,872
Total Expenditures	30,916,033	31,207,905	31,118,130	-	31,118,130	89,775	25,131,872
Excess (deficiency) of revenues over (under) expenditures	(102,043)	(942,659)	(105,515)	-	(105,515)	837,144	2,404,241
Other financing sources:							
Bonds issued	-	-	-	-	-	-	2,956,835
Bonds issued, including Premium	-	-	291,873	-	291,873	291,873	-
Other	-	-	(500)	-	(500)	(500)	-
Total other financing sources	-	-	291,373	-	291,373	291,373	2,956,835
Payment to refunded bond escrow agent	-	-	-	-	-	-	(5,571,060)
Net change in fund balances	$ (102,043)	$ (942,659)	185,858	$ -	$ 185,858	$ 1,128,517	(209,984)
Fund balances at beginning of year	5,237,181	5,237,181	5,237,181	-	5,237,181	-	5,447,165
Fund balances at end of year	$ 5,135,138	$ 4,294,522	$ 5,423,039	$ -	$ 5,423,039	$ 1,128,517	$ 5,237,181

SUPPLEMENTARY INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

General Fund

These supplementary statements and schedules are included to provide management additional information for financial analysis.

CITY OF CARROLLTON, TEXAS

General Fund
Comparative Balance Sheets
September 30, 2024 and 2023

	2024	2023
Assets		
Cash and cash equivalents	$ 50,433,940	$ 56,180,983
Receivables (net, where applicable, of allowance for doubtful accounts)		
Ad valorem taxes	234,032	-
Sales taxes	8,314,584	8,784,000
Franchise fees	2,963,907	3,217,072
Accrued interest	347,483	357,708
Other	2,118,234	2,640,413
Due from other governments	33,284	-
Prepaid items	864,828	1,676,061
Total Assets	$ 65,310,292	$ 72,856,237
Liabilities and Fund Balances		
Liabilities		
Accounts payable	$ 6,860,348	$ 6,630,487
Unearned revenue	23,526	22,126
Total liabilities	6,883,874	6,652,613
Deferred inflows of resources		
Deferred inflows related to leases	893	4,464
Unavailable revenue	1,533,506	1,530,150
Total deferred inflows of resources	1,534,399	1,534,614
Fund Balances		
Nonspendable for:		
Prepaid items	864,828	1,676,061
Unassigned	56,027,191	62,992,949
Total Fund Balances	56,892,019	64,669,010
Total Liabilities and Fund Balances	$ 65,310,292	$ 72,856,237

CITY OF CARROLLTON, TEXAS

General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For the Year Ended September 30, 2024
With Comparative Actual Totals for 2023

	2024						2023
	Budgeted Amounts						
	Original	Final	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis
Revenues							
Taxes:							
Ad valorem	$ 73,379,736	$ 72,937,185	$ 70,345,339	$ -	$ 70,345,339	$ (2,591,846)	$ 69,709,454
Penalty and interest	300,000	300,000	473,329	-	473,329	173,329	634,408
Sales	41,301,588	47,550,337	49,712,276	-	49,712,276	2,161,939	50,596,808
911 fees	1,072,022	1,072,022	1,874,111	-	1,874,111	802,089	1,078,814
Franchise fees	11,692,880	11,604,228	12,009,311	-	12,009,311	405,083	12,052,115
Charges for services	5,213,759	5,651,880	5,990,336	-	5,990,336	338,456	5,667,796
Intergovernmental	-	-	225,234	-	225,234	225,234	1,416,013
Licenses and permits	2,509,682	2,606,722	2,250,450	-	2,250,450	(356,272)	2,644,583
Fines and forfeitures	2,900,556	2,893,748	2,980,882	-	2,980,882	87,134	2,651,485
Investment earnings net of change in fair value of investments	2,611,491	4,334,058	5,854,614	944,196	6,798,810	2,464,752	4,783,473
Miscellaneous	741,000	957,186	413,403	-	413,403	(543,783)	314,776
Total Revenues	141,722,714	149,907,366	152,129,285	944,196	153,073,481	3,166,115	151,549,725
Expenditures							
Current:							
General government and administration	34,333,995	29,812,061	24,061,506	71,738	24,133,244	5,678,817	21,488,582
Public safety	76,061,797	81,430,664	78,120,944	34,978	78,155,922	3,274,742	69,954,555
Development services	18,202,190	16,246,350	13,153,759	284,567	13,438,326	2,808,024	9,818,879
Cultural and recreational	16,445,185	16,104,656	15,746,515	39,828	15,786,343	318,313	14,601,481
Capital outlay	-	-	-	-	-	-	2,535,812
Principal retirement	-	-	2,129,904	-	2,129,904	(2,129,904)	1,518,395
Interest and fiscal charges	-	-	80,184	-	80,184	(80,184)	757,981
Total Expenditures	145,043,167	143,593,731	133,292,812	431,111	133,723,923	9,869,808	120,675,685
Excess (deficiency) of revenues over expenditures	(3,320,453)	6,313,635	18,836,473	513,085	19,349,558	13,035,923	30,874,040
Other financing sources (uses):							
Leases issued	-	-	39,284	-	39,284	39,284	-
SBITA issued	-	-	148,879	-	148,879	148,879	2,535,812
Transfers in	2,722,683	2,722,683	6,928,523	-	6,928,523	4,205,840	7,047,425
Transfers out	(30,810,628)	(33,031,555)	(33,730,150)	-	(33,730,150)	(698,595)	(60,763,608)
Total other financing sources (uses)	(28,087,945)	(30,308,872)	(26,613,464)	-	(26,613,464)	3,695,408	(51,180,371)
Net change in fund balances	(31,408,398)	(23,995,237)	(7,776,991)	513,085	(7,263,906)	16,731,331	(20,306,331)
Fund balances at beginning of year	64,669,010	64,669,010	64,669,010	-	64,669,010	-	84,975,341
Fund balances at end of year	**$ 33,260,612**	**$ 40,673,773**	**$ 56,892,019**	**$ 513,085**	**$ 57,405,104**	**$ 16,731,331**	**$ 64,669,010**

CITY OF CARROLLTON, TEXAS

General Fund
Schedule of Revenues - Budget and Actual
For the Year Ended September 30, 2024
With Comparative Actual Totals for 2023

	2024						2023
	Budgeted Amounts						
	Original	Final	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis
Taxes:							
Ad valorem	$ 73,379,736	$ 72,937,185	$ 70,345,339	$ -	$ 70,345,339	$ (2,591,846)	$ 69,709,454
Penalty and interest	300,000	300,000	473,329	-	473,329	173,329	634,408
911 Taxes	1,072,022	1,072,022	1,874,111	-	1,874,111	802,089	1,078,814
Sales:							
City sales	41,058,815	47,277,366	49,377,651	-	49,377,651	2,100,285	50,269,926
Mixed drink	242,773	272,971	334,625	-	334,625	61,654	326,882
Total sales	41,301,588	47,550,337	49,712,276	-	49,712,276	2,161,939	50,596,808
Franchise fees:							
Electric	6,423,288	6,409,650	6,263,371	-	6,263,371	(146,279)	6,262,200
Telecommunications	994,537	1,020,503	967,141	-	967,141	(53,362)	901,353
Gas	2,068,591	2,025,436	2,322,168	-	2,322,168	296,732	2,162,398
Cable	1,045,509	987,684	800,337	-	800,337	(187,347)	975,153
Solid waste	1,160,955	1,160,955	1,656,294	-	1,656,294	495,339	1,751,011
Total franchise	11,692,880	11,604,228	12,009,311	-	12,009,311	405,083	12,052,115
Charges for services:							
Public safety service fees	2,932,780	3,371,798	3,485,353	-	3,485,353	113,555	3,012,833
Culture and recreation fees	1,961,594	1,867,641	2,138,647	-	2,138,647	271,006	2,318,614
Other service fees	319,385	412,441	366,336	-	366,336	(46,105)	336,349
Total charges for services	5,213,759	5,651,880	5,990,336	-	5,990,336	338,456	5,667,796
Intergovernmental	-	-	225,234	-	225,234	225,234	1,416,013
Licenses and permits:							
Building permits	1,300,000	1,438,750	1,169,428	-	1,169,428	(269,322)	1,422,431
Licenses	244,757	203,047	37,660	-	37,660	(165,387)	53,113
Environmental health charges	794,761	794,761	937,006	-	937,006	142,245	973,472
Other licenses and permits	170,164	170,164	106,356	-	106,356	(63,808)	195,567
Total licenses and permits	2,509,682	2,606,722	2,250,450	-	2,250,450	(356,272)	2,644,583
Fines and forfeitures:							
Municipal court	2,870,076	2,863,268	2,944,696	-	2,944,696	81,428	2,632,761
Other fines	30,480	30,480	36,186	-	36,186	5,706	18,724
Total fines and forfeitures	2,900,556	2,893,748	2,980,882	-	2,980,882	87,134	2,651,485
Investment earnings							
Net of change in fair value of investments	2,611,491	4,334,058	5,854,614	944,196	6,798,810	2,464,752	4,783,473
Miscellaneous	741,000	957,186	413,403	-	413,403	(543,783)	314,776
Total Revenues	**141,722,714**	**149,907,366**	**152,129,285**	**944,196**	**153,073,481**	**3,166,115**	**151,549,725**

CITY OF CARROLLTON, TEXAS

General Fund
Schedule of Expenditures - Budget and Actual
For the Year Ended September 30, 2024
With Comparative Actual Totals for 2023

	2024						2023
	Budgeted Amounts						
	Original	Final	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis
General government and administration:							
City council:							
Personnel services	$ 23,500	$ 23,500	$ (29,952)	$ -	$ (29,952)	$ 53,452	$ (29,421)
Supplies and services	369,786	402,981	444,705	-	444,705	(41,724)	277,131
Utilities	5,893	5,991	13,099	-	13,099	(7,108)	5,215
Allocations	10,938	10,938	10,938	-	10,938	-	7,429
	410,117	443,410	438,790	-	438,790	4,620	260,354
City management:							
Personnel services	1,481,272	1,531,738	1,520,462	-	1,520,462	11,276	1,344,099
Supplies and services	1,108,942	1,108,943	125,749	472	126,221	982,722	97,813
Utilities	3,848	3,912	3,668	-	3,668	244	3,406
Allocations	22,062	22,062	22,062	-	22,062	-	24,801
	2,616,124	2,666,655	1,671,941	472	1,672,413	994,242	1,470,119
Marketing Services:							
Personnel services	868,716	908,469	899,698	-	899,698	8,771	778,368
Supplies and services	210,233	210,233	171,155	-	171,155	39,078	158,996
Utilities	1,637	1,665	1,560	-	1,560	105	1,448
Allocations	15,367	15,367	15,880	-	15,880	(513)	14,436
Capital outlay	-	-	13,494	-	13,494	(13,494)	-
	1,095,953	1,135,734	1,101,787	-	1,101,787	33,947	953,248
Accounting:							
Personnel services	764,793	757,431	757,055	-	757,055	376	717,909
Supplies and services	253,192	253,192	201,895	-	201,895	51,297	200,218
Utilities	1,847	1,877	1,760	-	1,760	117	1,634
Allocations	13,902	13,902	13,902	-	13,902	-	13,804
	1,033,734	1,026,402	974,612	-	974,612	51,790	933,565
Finance administration:							
Personnel services	688,403	728,978	712,310	-	712,310	16,668	624,079
Supplies and services	1,151,247	1,441,327	1,436,485	-	1,436,485	4,842	1,312,111
Utilities	1,369	1,392	1,306	-	1,306	86	1,212
Allocations	27,609	27,609	27,609	-	27,609	-	19,543
	1,868,628	2,199,306	2,177,710	-	2,177,710	21,596	1,956,945
Budget and management analysis:							
Personnel services	344,804	381,481	382,061	-	382,061	(580)	320,836
Supplies and services	62,502	62,502	56,905	-	56,905	5,597	59,934
Utilities	1,508	1,533	1,437	-	1,437	96	1,334
Allocations	6,114	6,114	6,114	-	6,114	-	6,080
	414,928	451,630	446,517	-	446,517	5,113	388,184
Purchasing:							
Personnel services	292,601	356,004	362,801	-	362,801	(6,797)	201,576
Supplies and services	62,638	62,638	65,149	-	65,149	(2,511)	50,833
Utilities	2,141	2,176	2,040	-	2,040	136	1,895
Allocations	4,870	4,870	4,870	-	4,870	-	4,793
	362,250	425,688	434,860	-	434,860	(9,172)	259,097
General Services:							
Personnel services	61,515	62,396	51,947	-	51,947	10,449	59,317
Supplies and services	47,080	52,060	41,448	-	41,448	10,612	26,334
Utilities	2,522	2,564	2,404	-	2,404	160	2,232
Allocations	4,788	4,788	4,575	-	4,575	213	4,845
	115,905	121,808	100,374	-	100,374	21,434	92,728

CITY OF CARROLLTON, TEXAS

General Fund
Schedule of Expenditures - Budget and Actual
For the Year Ended September 30, 2024
With Comparative Actual Totals for 2023

	2024						2023
	Budgeted Amounts						
	Original	Final	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis
General government and administration (continued):							
Information technology:							
Personnel services	$ 4,525,766	$ 4,334,444	$ 4,359,850	$ -	$ 4,359,850	$ (25,406)	$ 4,067,623
Supplies and services	3,944,769	3,940,827	3,347,583	69,764	3,417,347	523,480	2,808,833
Utilities	21,574	21,663	21,471	-	21,471	192	19,730
Allocations	182,321	182,321	149,368	-	149,368	32,953	137,355
Capital outlay	703,296	703,296	770,661	542	771,203	(67,907)	772,468
	9,377,726	9,182,551	8,648,933	70,306	8,719,239	463,312	7,806,009
Workforce services:							
Personnel services	795,961	857,192	745,953	-	745,953	111,239	709,295
Supplies and services	655,466	878,192	635,823	-	635,823	242,369	120,581
Utilities	3,501	3,560	3,337	-	3,337	223	3,098
Allocations	19,510	19,510	19,510	-	19,510	-	12,951
	1,474,438	1,758,454	1,404,623	-	1,404,623	353,831	845,925
City attorney:							
Personnel serivces	1,119,486	970,703	930,525	-	930,525	40,178	897,148
Supplies and services	548,405	279,628	190,235	-	190,235	89,393	185,426
Utilities	2,175	2,211	2,073	-	2,073	138	1,925
Allocations	20,802	20,802	20,802	-	20,802	-	17,837
Capital outlay	28,500	28,500	-	-	-	28,500	-
	1,719,368	1,301,844	1,143,635	-	1,143,635	158,209	1,102,336
Facilities services:							
Personnel services	719,483	600,532	600,297	-	600,297	235	601,066
Supplies and services	942,750	931,239	1,067,056	-	1,067,056	(135,817)	1,041,793
Utilities	116,268	114,243	75,106	-	75,106	39,137	127,995
Allocations	15,990	15,990	59,349	-	59,349	(43,359)	54,226
Capital outlay	-	-	-	-	-	-	27,902
	1,794,491	1,662,004	1,801,808	-	1,801,808	(139,804)	1,852,982
Resolution center:							
Personnel services	1,723,662	1,842,118	1,058,097	-	1,058,097	784,021	983,568
Supplies and services	1,090,537	1,229,247	474,624	-	474,624	754,623	(204,549)
Utilities	15,161	15,384	7,592	-	7,592	7,792	7,040
Allocations	98,231	98,231	16,803	-	16,803	81,428	15,588
Capital outlay	7,495	7,495	1,762	-	1,762	5,733	5,015
	2,935,086	3,192,475	1,558,878	-	1,558,878	1,633,597	806,662
Managed Competition / OD:							
Personnel services	651,526	703,816	606,082	-	606,082	97,734	509,867
Supplies and services	186,611	197,036	194,695	-	194,695	2,341	229,036
Utilities	1,799	2,097	4,495	-	4,495	(2,398)	1,671
Allocations	11,700	11,700	11,700	-	11,700	-	8,624
	851,636	914,649	816,972	-	816,972	97,677	749,198
Non-departmental:							
Personnel services	6,180,568	2,039,238	720,931	-	720,931	1,318,307	698,271
Supplies and services	649,789	648,789	582,096	-	582,096	66,693	647,020
Allocations	1,375,254	582,424	-	-	-	582,424	-
Capital outlay	58,000	59,000	37,039	960	37,999	21,001	44,846
	8,263,611	3,329,451	1,340,066	960	1,341,026	1,988,425	1,390,137
Total general government and administration	34,333,995	29,812,061	24,061,506	71,738	24,133,244	5,678,817	20,867,489

CITY OF CARROLLTON, TEXAS

General Fund
Schedule of Expenditures - Budget and Actual
For the Year Ended September 30, 2024
With Comparative Actual Totals for 2023

	2024						2023
	Budgeted Amounts						
	Original	Final	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis
Public safety:							
Police management services:							
Personnel services	$ 15,786,748	$ 15,930,550	$ 15,334,518	$ -	$ 15,334,518	$ 596,032	$ 13,329,171
Supplies and services	2,301,747	2,445,805	1,565,335	9,192	1,574,527	871,278	1,191,958
Utilities	70,908	80,120	74,709	-	74,709	5,411	65,344
Allocations	322,630	322,630	322,630	-	322,630	-	290,937
Capital outlay	2,055	2,055	812,745	12,831	825,576	(823,521)	626,678
	18,484,088	18,781,160	18,109,937	22,023	18,131,960	649,200	15,504,088
Police operations:							
Personnel services	11,625,752	12,073,134	11,616,625	-	11,616,625	456,509	11,157,611
Supplies and services	1,236,003	1,357,548	1,386,155	3,447	1,389,602	(32,054)	1,207,764
Utilities	21,882	26,247	25,740	-	25,740	507	20,304
Allocations	1,136,982	1,254,982	911,771	-	911,771	343,211	792,566
Capital outlay	382,851	382,851	345,495	-	345,495	37,356	71,129
	14,403,470	15,094,762	14,285,786	3,447	14,289,233	805,529	13,249,374
Fire operations:							
Personnel services	22,843,519	25,037,542	25,431,573	-	25,431,573	(394,031)	24,519,182
Supplies and services	2,693,678	3,074,856	3,018,856	1,980	3,020,836	54,020	3,216,827
Utilities	120,023	129,307	130,257	-	130,257	(950)	115,396
Allocations	2,203,486	2,321,485	1,773,880	-	1,773,880	547,605	1,760,459
Capital outlay	1,160,767	1,277,286	1,378,829	-	1,378,829	(101,543)	244,101
	29,021,473	31,840,476	31,733,395	1,980	31,735,375	105,101	29,855,965
Fire support services:							
Personnel services	2,256,792	3,075,699	1,176,393	-	1,176,393	1,899,306	2,602,838
Supplies and services	165,837	165,837	166,332	-	166,332	(495)	163,257
Utilities	5,826	6,955	6,816	-	6,816	139	5,642
Allocations	68,859	68,859	78,089	-	78,089	(9,230)	73,251
	2,497,314	3,317,350	1,427,630	-	1,427,630	1,889,720	2,844,988
Emergency management:							
Allocation	110,205	31,606	-	-	-	31,606	-
Capital outlay	260	260	-	-	-	260	27,902
Personnel services	660,241	699,712	681,560	-	681,560	18,152	300
Supplies and services	-	-	157,382	7,528	164,910	(164,910)	59,311
	770,706	731,578	838,942	7,528	846,470	(114,892)	87,513
Emergency dispatch:							
Supplies and services	5,006,620	5,698,440	6,009,217	-	6,009,217	(310,777)	5,472,608
Allocations	87,361	87,361	87,361	-	87,361	-	74,464
	5,093,981	5,785,801	6,096,578	-	6,096,578	(310,777)	5,547,072
Municipal court:							
Personnel services	1,373,433	1,422,395	1,359,818	-	1,359,818	62,577	1,163,495
Supplies and services	376,423	520,219	409,644	-	409,644	110,575	285,508
Utilities	38,984	36,704	39,238	-	39,238	(2,534)	34,653
Allocations	62,549	62,549	61,745	-	61,745	804	55,579
	1,851,389	2,041,867	1,870,445	-	1,870,445	171,422	1,539,235

CITY OF CARROLLTON, TEXAS

General Fund
Schedule of Expenditures - Budget and Actual
For the Year Ended September 30, 2024
With Comparative Actual Totals for 2023

	2024						2023
	Budgeted Amounts						
	Original	Final	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis
Public safety (continued):							
Environmental services:							
Personnel services	$ 2,375,317	$ 2,206,614	$ 2,138,446	$ -	$ 2,138,446	$ 68,168	$ 1,951,855
Supplies and services	518,710	513,049	494,597	-	494,597	18,452	450,917
Utilities	9,048	9,198	8,624	-	8,624	574	8,006
Allocations	104,987	104,987	104,237	-	104,237	750	103,156
Capital outlay	1,541	1,541	-	-	-	1,541	-
	3,009,603	2,835,389	2,745,904	-	2,745,904	89,485	2,513,934
Animal control:							
Personnel services	695,588	737,939	758,960	-	758,960	(21,021)	648,813
Supplies and services	135,552	167,880	170,703	-	170,703	(2,823)	142,302
Utilities	63,129	60,958	53,690	-	53,690	7,268	52,835
Allocations	35,504	35,504	28,974	-	28,974	6,530	27,271
	929,773	1,002,281	1,012,327	-	1,012,327	(10,046)	871,221
Total public safety	76,061,797	81,430,664	78,120,944	34,978	78,155,922	3,274,742	72,013,390
Development services:							
Transportation engineering:							
Personnel services	679,069	678,783	633,925	-	633,925	44,858	748,859
Supplies and services	56,521	56,521	22,535	-	22,535	33,986	19,929
Utilities	2,375	2,414	2,263	-	2,263	151	2,101
Allocations	22,342	22,342	22,342	-	22,342	-	18,432
Capital outlay	69,528	69,528	30,678	-	30,678	38,850	34,322
	829,835	829,588	711,743	-	711,743	117,845	823,643
Civil engineering:							
Personnel services	1,412,726	740,353	1,289,445	-	1,289,445	(549,092)	996,283
Supplies and services	147,138	147,139	123,712	-	123,712	23,427	142,866
Utilities	10,539	11,090	10,603	-	10,603	487	9,331
Allocatins	55,667	55,667	57,532	-	57,532	(1,865)	51,462
Capital outlay	110,395	110,395	104,602	-	104,602	5,793	32,339
	1,736,465	1,064,644	1,585,894	-	1,585,894	(521,250)	1,232,281
Contract administration:							
Supplies and services	213,962	195,857	178,865	-	178,865	16,992	1,919
Personnel services	463,315	476,020	470,825	-	470,825	5,195	380,682
	677,277	671,877	649,690	-	649,690	22,187	382,601
Traffic operations:							
Personnel services	1,159,142	1,170,567	1,124,120	-	1,124,120	46,447	974,889
Supplies and services	414,732	507,362	498,799	5,998	504,797	2,565	376,892
Utilities	1,172,109	1,138,214	1,074,924	-	1,074,924	63,290	963,504
Allocations	345,966	345,966	353,880	-	353,880	(7,914)	341,120
Capital outlay	1,000	1,000	55,465	47,947	103,412	(102,412)	22,723
	3,092,949	3,163,109	3,107,188	53,945	3,161,133	1,976	2,679,128
Streets:							
Personnel services	1,724,825	1,467,279	1,385,022	-	1,385,022	82,257	1,235,254
Supplies and services	1,240,985	1,154,663	1,029,077	-	1,029,077	125,586	1,223,608
Allocations	548,394	548,394	512,713	-	512,713	35,681	527,246
Capital outlay	200,000	230,622	18,735	230,622	249,357	(18,735)	-
	3,714,204	3,400,958	2,945,547	230,622	3,176,169	224,789	2,986,108
Drainage:							
Personnel services	521,321	517,180	490,193	-	490,193	26,987	437,969
Supplies and services	258,481	205,097	163,943	-	163,943	41,154	177,643
Allocations	374,787	374,787	409,858	-	409,858	(35,071)	374,807
Capital outlay	123,000	193,000	145,051	-	145,051	47,949	-
	1,277,589	1,290,064	1,209,045	-	1,209,045	81,019	990,419

CITY OF CARROLLTON, TEXAS

General Fund
Schedule of Expenditures - Budget and Actual
For the Year Ended September 30, 2024
With Comparative Actual Totals for 2023

	2024						2023
	Budgeted Amounts						
	Original	Final	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis
Development services (continued):							
Public works administration:							
Personnel services	$ -	$ -	$ 14,648	$ -	$ 14,648	$ (14,648)	$ (189,062)
Supplies and services	-	-	(57,082)	-	(57,082)	57,082	(61,143)
Utilities	-	-	(6,363)	-	(6,363)	6,363	(1,938)
Allocations	-	-	(457,649)	-	(457,649)	457,649	(457,648)
	-	-	(506,446)	-	(506,446)	506,446	(709,791)
Planning:							
Personnel services	442,649	452,245	457,733	-	457,733	(5,488)	393,901
Supplies and services	71,934	91,934	60,037	-	60,037	31,897	55,203
Utilities	8,000	6,277	3,466	-	3,466	2,811	6,692
Allocations	13,707	13,707	13,707	-	13,707	-	13,184
Capital outlay	5,083	5,083	-	-	-	5,083	1,347
	541,373	569,246	534,943	-	534,943	34,303	470,327
Building inspection:							
Personnel services	2,330,478	2,375,404	2,280,375	-	2,280,375	95,029	2,075,258
Supplies and services	164,539	177,959	112,070	-	112,070	65,889	128,100
Utilities	6,179	6,291	5,990	-	5,990	301	5,468
Allocations	72,932	72,932	75,448	-	75,448	(2,516)	68,358
Capital outlay	35,463	35,463	31,120	-	31,120	4,343	-
	2,609,591	2,668,049	2,505,003	-	2,505,003	163,046	2,277,184
Transit oriented development:							
	-	-	-	-	-	-	-
Economic development:							
Personnel services	305,554	327,259	321,656	-	321,656	5,603	299,834
Supplies and services	3,400,945	2,245,114	73,684	-	73,684	2,171,430	(1,762,009)
Utilities	2,045	2,079	1,949	-	1,949	130	1,810
Allocations	13,863	13,863	13,863	-	13,863	-	12,672
Capital outlay	500	500	-	-	-	500	-
	3,722,907	2,588,815	411,152	-	411,152	2,177,663	(1,447,693)
Total development services	18,202,190	16,246,350	13,153,759	284,567	13,438,326	2,808,024	9,684,207
Cultural and recreational:							
Library:							
Personnel services	3,016,803	2,837,826	2,673,995	-	2,673,995	163,831	2,515,530
Supplies and services	478,874	478,874	442,488	8,361	450,849	28,025	418,931
Utilities	91,263	100,116	94,902	-	94,902	5,214	83,495
Allocations	72,168	72,168	72,168	-	72,168	-	60,722
Capital outlay	265,652	265,652	314,059	-	314,059	(48,407)	237,033
	3,924,760	3,754,636	3,597,612	8,361	3,605,973	148,663	3,315,711
Park operations:							
Personnel services	4,614,298	4,580,720	4,626,312	-	4,626,312	(45,592)	4,298,890
Supplies and services	2,507,009	2,480,126	2,495,628	122	2,495,750	(15,624)	2,304,233
Utilities	753,009	780,240	853,609	-	853,609	(73,369)	812,480
Allocations	628,046	628,046	702,883	-	702,883	(74,837)	600,152
Capital outlay	16,394	16,394	3,220	-	3,220	13,174	4,868
	8,518,756	8,485,526	8,681,652	122	8,681,774	(196,248)	8,020,623

CITY OF CARROLLTON, TEXAS

General Fund
Schedule of Expenditures - Budget and Actual
For the Year Ended September 30, 2024
With Comparative Actual Totals for 2023

	2024						2023
	Budgeted Amounts						
	Original	Final	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis
Cultural and recreational (continued):							
Tennis center:							
Supplies and services	$ 18,880	$ 18,880	$ 11,390	$ -	$ 11,390	$ 7,490	$ 14,213
Utilities	26,292	29,481	23,537	-	23,537	5,944	21,581
Allocations	5,523	5,523	5,523	-	5,523	-	5,041
	50,695	53,884	40,450	-	40,450	13,434	40,835
Leisure services:							
Personnel services	740,573	718,796	575,543	-	575,543	143,253	494,263
Supplies and services	101,571	112,571	74,130	-	74,130	38,441	54,210
Utilities	721	1,496	1,526	-	1,526	(30)	938
Allocations	15,605	15,605	15,605	-	15,605	-	14,641
	858,470	848,468	666,804	-	666,804	181,664	564,052
Rosemeade recreation center:							
Personnel services	89,487	80,382	78,641	-	78,641	1,741	81,176
Supplies and services	335,654	338,509	231,016	14,724	245,740	92,769	241,195
Utilities	40,977	49,728	89,720	-	89,720	(39,992)	41,356
Allocations	35,532	35,532	51,789	-	51,789	(16,257)	39,282
	501,650	504,151	451,166	14,724	465,890	38,261	403,009
Crosby recreation center:							
Personnel services	46,700	46,700	-	-	-	46,700	44,492
Supplies and services	145,640	165,741	112,255	16,621	128,876	36,865	121,793
Utilities	31,132	36,297	34,210	-	34,210	2,087	30,592
Allocations	9,393	9,393	9,607	-	9,607	(214)	9,438
	232,865	258,131	156,072	16,621	172,693	85,438	206,315
Perry museum:							
Personnel services	85,199	85,530	83,688	-	83,688	1,842	79,679
Supplies and services	27,931	27,931	19,576	-	19,576	8,355	17,853
Utilities	7,602	8,711	9,014	-	9,014	(303)	7,321
Allocations	7,235	7,235	7,235	-	7,235	-	6,654
	127,967	129,407	119,513	-	119,513	9,894	111,507
Senior center:							
Personnel services	87,886	98,985	94,401	-	94,401	4,584	89,804
Supplies and services	92,318	94,812	76,141	-	76,141	18,671	75,980
Utilities	38,995	42,329	44,451	-	44,451	(2,122)	40,188
Allocations	28,002	28,002	13,996	-	13,996	14,006	8,943
	247,201	264,128	228,989	-	228,989	35,139	214,915
Athletics:							
Personnel services	1,467,780	1,291,265	1,411,808	-	1,411,808	(120,543)	1,234,264
Supplies and services	476,106	476,125	353,514	-	353,514	122,611	454,856
Allocations	38,935	38,935	38,935	-	38,935	-	31,020
	1,982,821	1,806,325	1,804,257	-	1,804,257	2,068	1,720,140
Total cultural and recreational	16,445,185	16,104,656	15,746,515	39,828	15,786,343	318,313	14,597,107
Debt service:							
Principal retirement	-	-	2,129,904	-	2,129,904	(2,129,904)	-
Interest and fiscal charges	-	-	80,184	-	80,184	(80,184)	-
Total debt service	-	-	2,210,088	-	2,210,088	(2,210,088)	-
NOT CODED	-	-	-	-	-	-	3,513,492
Total expenditures	$ 145,043,167	$ 143,593,731	$ 133,292,812	$ 431,111	$ 133,723,923	$ 9,869,808	$ 120,675,685

COMBINING FINANCIAL STATEMENTS

Internal Service Funds

Internal Service Funds account for the financing of goods or services provided by one City department for another.

Fleet Services Fund – to account for the cost of operating and maintaining automotive and other equipment used by City departments and the purchase of general government vehicles (those not used by enterprise fund activities). Service charges are billed to departments on a monthly basis to cover all expenses of the fund.

Risk Management Fund – to account for the operation of a self-insurance fund covering all City property, vehicles, liability and workers' compensation expenses. The City operates under a self-insured retention and commercial insurance coverage purchases, with workers' compensation claims administered by an outside agency.

Employee Health and Disability Fund – to account for the provision of group accident, health and long-term disability insurance coverage for all City employees and those retirees choosing to stay on the plan.

CITY OF CARROLLTON, TEXAS

Internal Service Funds
Combining Statement of Net Position
September 30, 2024

	Fleet Services	Risk Management	Employee Health and Disability	Total
Assets				
Current assets:				
Cash and cash equivalents	$ 10,073,119	$ 4,944,744	$ 8,049,023	$ 23,066,886
Receivables:				
Accrued interest	50,060	26,978	53,279	130,317
Other	-	-	193,319	193,319
Inventories	95,679	-	-	95,679
Prepaid items	-	113,000	7,367	120,367
Total current assets	10,218,858	5,084,722	8,302,988	23,606,568
Noncurrent assets:				
Capital assets:				
Buildings	176,409	-	-	176,409
Equipment	30,806,865	-	-	30,806,865
Intangibles	34,314	70,400	-	104,714
Accumulated depreciation	(18,887,446)	(70,400)	-	(18,957,846)
Total capital assets, net of accumulated depreciation	12,130,142	-	-	12,130,142
Total assets	22,349,000	5,084,722	8,302,988	35,736,710
Liabilities				
Current liabilities:				
Accounts payable	301,580	8,178	1,824,401	2,134,159
Estimated health claims payable	-	-	789,685	789,685
Total current liabilities	301,580	8,178	2,614,086	2,923,844
Noncurrent liabilities:				
Compensated absences	3,366	92,913	-	96,279
Long-term risk liability	-	1,577,007	-	1,577,007
Total noncurrent liabilities	3,366	1,669,920	-	1,673,286
Total liabilities	304,946	1,678,098	2,614,086	4,597,130
Net Position				
Net investment in capital assets	12,130,142	-	-	12,130,142
Unrestricted	9,913,912	3,406,624	5,688,902	19,009,438
Total net position	$ 22,044,054	$ 3,406,624	$ 5,688,902	$ 31,139,580

CITY OF CARROLLTON, TEXAS

Internal Service Funds
Combining Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended September 30, 2024

	Fleet Services	Risk Management	Employee Health and Disability	Totals
Operating revenues:				
Charges for services	$ 7,702,541	$ 3,180,824	$ 12,249,037	$ 23,132,402
Operating expenses:				
Personnel services	211,598	188,627	675,527	1,075,752
Supplies and services	3,125,366	2,542,494	12,223,930	17,891,790
Utilities	36,229	289	-	36,518
Allocations	66,298	-	-	66,298
Depreciation and amortization	2,702,511	-	-	2,702,511
Total operating expenses	6,142,002	2,731,410	12,899,457	21,772,869
Income (loss) from operations	1,560,539	449,414	(650,420)	1,359,533
Nonoperating revenues:				
Investment earnings net of change in fair value of investments	631,799	262,272	558,732	1,452,803
Gain on sale/retirement of capital assets	299,701	-	-	299,701
Total nonoperating revenues	931,500	262,272	558,732	1,752,504
Income (loss) before transfers	2,492,039	711,686	(91,688)	3,112,037
Transfers out	(513,100)	(533,591)	-	(1,046,691)
Change in net position	1,978,939	178,095	(91,688)	2,065,346
Net position at beginning of year	20,065,115	3,228,529	5,780,590	29,074,234
Net position at end of year	$ 22,044,054	$ 3,406,624	$ 5,688,902	$ 31,139,580

CITY OF CARROLLTON, TEXAS

Internal Service Funds
Combining Statement of Cash Flows
For the Year Ended September 30, 2024

	Fleet Services	Risk Management	Employee Health and Disability	Totals
Cash flows from operating activities:				
Cash received from employees for services	$ -	$ -	$ 2,987,587	$ 2,987,587
Cash received from other funds for services	7,702,541	3,180,824	10,009,352	20,892,717
Cash received from loss claim recoveries and refunds	-	310,118	1,566,568	1,876,686
Cash payments to suppliers for goods and services	(3,255,418)	(1,171,793)	(2,414,521)	(6,841,732)
Cash payments to employees for services	(192,608)	(186,035)	-	(378,643)
Cash payments for loss claims	-	(1,247,116)	(11,940,141)	(13,187,257)
Net cash provided by operating activities	4,254,515	885,998	208,844	5,349,357
Cash flows from noncapital financing activities:				
Transfers to other funds	(513,100)	(533,591)	-	(1,046,691)
Cash flows from capital and related financing activities:				
Transfers in	-	-	-	-
Acquisition and construction of capital assets	(5,057,510)	-	-	(5,057,510)
Proceeds from sale of capital assets	322,459	-	-	322,459
Net cash used by capital and related financing activities	(4,735,051)	-	-	(4,735,051)
Cash flows from investing activities:				
Investment return on cash and cash equivalents	622,071	259,465	549,237	1,430,773
Net increase (decrease) in cash and cash equivalents	(371,565)	611,872	758,081	998,389
Cash and cash equivalents, October 1	10,444,684	4,332,872	7,290,942	22,068,498
Cash and cash equivalents, September 30	$ 10,073,119	$ 4,944,744	$ 8,049,023	$ 23,066,886
Reconciliation of income (loss) from operations to net cash provided by operating activities:				
Income (loss) from operations	$ 1,560,539	$ 449,414	$ (650,420)	$ 1,359,533
Adjustments to reconcile income (loss) from operations to net cash provided by operating activities:				
Depreciation	2,702,511	-	-	2,702,511
Change in assets and liabilities:				
(Increase) decrease in other receivables	18,121	51,178	747,904	817,203
(Increase) decrease in inventories	2,808		-	2,808
Increase (decrease) in accounts payable	(31,147)	(4,538)	114,466	78,781
Increase (decrease) in estimated health claims payable	-	-	(3,106)	(3,106)
Increase (decrease) in liability for compensated absences	1,683	41,405	-	43,088
Increase (decrease) in long-term risk liability	-	348,539	-	348,539
Net cash provided by operating activities	$ 4,254,515	$ 885,998	$ 208,844	$ 5,349,357

SUPPLEMENTARY INDIVIDUAL FUND FINANCIAL STATEMENTS

Proprietary Funds

These supplementary statements and schedules are included to provide management additional information for financial analysis.

CITY OF CARROLLTON, TEXAS

Water and Sewer Fund
Comparative Statements of Net Position
September 30, 2024 and 2023

	2024	2023
Assets		
Current assets:		
Cash and cash equivalents	$ 61,294,960	$ 48,332,010
Receivables:		
Accounts	8,343,830	7,364,427
Accrued interest	316,058	251,956
Prepaid items	-	1,206,866
Restricted assets:		
Cash and cash equivalents	3,759,791	3,481,080
Total current assets	73,714,639	60,636,339
Noncurrent assets:		
Restricted assets:		
Cash and cash equivalents	995,097	818,323
SBITA Asset (Capital)	2,541,322	2,541,322
SBITA-accumulated amortization (Capital)	(1,026,797)	(513,398)
Capital assets:		
Land	1,334,929	1,382,918
Buildings	18,073,186	18,073,186
Equipment	7,488,625	6,881,467
Intangibles	828,392	828,392
Infrastructure	287,459,055	281,265,481
Construction in progress	791,205	509,594
Accumulated depreciation	(190,419,890)	(183,851,745)
Total capital assets, net of accumulated depreciation	125,555,502	125,089,293
Total noncurrent assets	128,065,124	127,935,540
Total assets	201,779,763	188,571,879
Deferred outflows of resources		
Pension contributions after measurement date	370,281	266,560
Difference in projected and actual earnings on pension assets	517,285	1,473,086
Difference in expected / actual pension experience	174,607	294,006
OPEB contributions after measurement date	2,073	-
Changes in OPEB assumptions	10,295	-
Difference in expected and actual OPEB experience	85,438	26,676
Total deferred outflows of resources	1,159,979	2,060,328
Liabilities		
Current liabilities:		
Accounts payable	4,802,504	3,262,695
Customer deposits payable	3,189,932	3,140,747
Due within one year-SBITA	-	421,946
Revenue bonds payable	815,000	515,000
Compensated absences	23,216	74,490
Accrued interest	230,275	125,750
Total current liabilities	9,060,927	7,540,628
Noncurrent liabilities:		
Revenue bonds payable	14,624,593	7,357,133
Net pension liability	802,273	1,950,523
Total OPEB liability	228,786	107,867
Compensated absences	679,489	533,745
Due in more than a year-SBITA	1,448,838	1,448,838
Total noncurrent liabilities	17,783,979	11,398,106
Total liabilities	26,844,906	18,938,734
Deferred Inflows of resources		
Difference in expected and actual pension experience	3,595	92,449
Changes in actuarial assumptions used to determine pension liability	138,369	224
Deferred Inflow OPEB experience	20,537	20,118
Total deferred inflows of resources	162,501	112,791
Net Position		
Net investment in capital assets	113,711,640	115,705,309
Restricted for:		
Revenue bond retirement	995,097	818,323
Unrestricted	61,225,598	55,057,050
Total net position	$ 175,932,335	$ 171,580,682

CITY OF CARROLLTON, TEXAS

Water and Sewer Fund
Comparative Statements of Revenues, Expenses and Changes in Net Position
For the Years Ended September 30, 2024 and 2023

	2024	2023
Operating revenues:		
Charges for services	$ 58,549,628	$ 55,045,831
Miscellaneous	424,633	421,105
Total operating revenues	58,974,261	55,466,936
Operating expenses:		
Personnel services	5,066,226	4,886,490
Supplies and services	39,648,850	34,109,046
Utilities	1,399,926	1,035,456
Allocations	1,588,408	1,679,902
Depreciation and amortization	6,688,187	6,437,241
Total operating expenses	54,391,597	48,148,135
Income from operations	4,582,664	7,318,801
Nonoperating revenues (expenses):		
Investment earnings net of change in fair value of investments	3,496,295	1,296,332
Gain on sale/retirement of capital assets	29,562	59,350
Interest expense	(374,983)	(268,972)
Total nonoperating revenues (expenses)	3,150,874	1,086,710
Income before contributions and transfers	7,733,538	8,405,511
Capital contributions	397,032	296,688
Transfers in	1,250,000	13,071,304
Transfers out	(5,028,917)	(5,381,519)
Change in net position	4,351,653	16,391,984
Net position at beginning of year	171,580,682	155,188,698
Net position at end of year	$ 175,932,335	$ 171,580,682

CITY OF CARROLLTON, TEXAS

Water and Sewer Fund
Comparative Statments of Cash Flows
For the years Ended September 30, 2024 and 2023

	2024	2023
Cash flows from operating activities:		
Cash received from customers for services	$ 55,852,781	$ 57,920,215
Other operating cash receipts	433,375	237,733
Cash payments to suppliers for goods and services	(37,159,060)	(42,220,506)
Cash payments to employees for services	(4,749,446)	(4,139,838)
Cash payments to other funds for services	(1,232,721)	(561,331)
Net cash provided by operating activities	13,144,929	11,236,273
Cash flows from noncapital financing activities:		
Transfers out	(5,028,917)	(5,381,519)
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(6,256,472)	(7,744,223)
Transfers in for capital projects	1,250,000	13,071,304
Proceeds from sale of capital assets	52,546	59,350
Interest paid on bonds	(302,100)	(342,000)
Retirement of bonds	(515,000)	(1,340,000)
Interest payments on SBITA liability	(107,137)	(122,412)
Payments on SBITA liability	(421,946)	(670,539)
Proceeds from capital debt	8,163,738	
Capital contributions	6,600	141,230
Net cash provided by capital and related financing activities	1,870,229	3,052,710
Cash flow from investing activities:		
Investment gain (loss) on cash and cash equivalents	3,432,193	1,210,876
Net increase (decrease) in cash and cash equivalents	13,418,435	10,118,340
Cash and cash equivalents, October 1	52,631,413	42,513,073
Cash and cash equivalents, September 30	$ 66,049,848	$ 52,631,413
Reconciliation of income from operations to net cash provided by operating activities:		
Income from operations	$ 4,582,664	$ 7,318,801
Adjustments to reconcile income from operations to net cash provided by operating activities:		
Depreciation and amortization	6,688,187	6,437,241
Change in assets, deferred outflows of resources, liabilities and deferred inflows of resources		
(Increase) decrease in accounts receivable	(979,403)	(1,450,038)
(Increase) decrease in other receivables	(64,102)	-
(Increase) decrease in prepaids	1,206,866	(1,206,866)
(Increase) decrease in OPEB related deferred outflows	(71,130)	11,573
(Increase) decrease in pension related deferred outflows	971,479	(154,210)
Increase (decrease) in accounts payable	1,644,334	157,586
Increase (decrease) in customer deposits payable	49,185	(10,351)
Increase (decrease) in OPEB liability	120,919	(20,411)
Increase (decrease) in net pension liability (asset)	(1,148,250)	3,080,962
Increase (decrease) in liability for compensated absences	94,470	69,012
Increase (decrease) in OPEB related deferred inflows	419	(330,895)
Increase (decrease) in pension related deferred inflows	49,291	(2,666,131)
Net cash provided by operating activities	$ 13,144,929	$ 11,236,273

Noncash investing, capital, and financing activities:
The water and sewer fund received $390,432 noncash capital contributions from developers consisting of water and sewer infrastructure.
Retainage and captial related accounts payable as of 9/30/2024 equals $1,804,096.

Reconciliation of total cash and cash equivalents:		
Current assets:		
Cash and cash equivalents	61,294,960	48,332,010
Restricted assets - cash and cash equivalents	3,759,791	3,481,080
Noncurrent assets:		
Restricted assets - cash and cash equivalents	995,097	818,323
Total cash and cash equivalents	$ 66,049,848	$ 52,631,413

CITY OF CARROLLTON, TEXAS

Golf Course Fund
Comparative Statements of Net Position
September 30, 2024 and 2023

	2024	2023
Assets		
Current assets:		
Cash and cash equivalents	$ 3,239,236	$ 2,685,422
Receivables:		
Accrued interest	10,141	7,345
Other	144,629	193,808
Total current assets	3,394,006	2,886,575
Noncurrent assets:		
Capital assets:		
Land	995,000	995,000
Buildings	1,925,571	1,925,571
Equipment	1,441,533	1,441,533
Improvements	16,254,817	16,169,676
Accumulated depreciation	(16,796,999)	(16,203,139)
Total capital assets, net of accumulated depreciation	3,819,922	4,328,641
Total assets	7,213,928	7,215,216
Liabilities		
Current liabilities:		
Accounts payable	76,667	28,508
Total liabilities	76,667	28,508
Net Position		
Net investment in capital assets	3,819,922	4,328,641
Unrestricted	3,317,339	2,858,067
Total net position	$ 7,137,261	$ 7,186,708

CITY OF CARROLLTON, TEXAS

Golf Course Fund
Comparative Statements of Revenues, Expenses and Changes in Net Position
For the Years Ended September 30, 2024 and 2023

	2024	2023
Operating revenues:		
Charges for services	$ 864,669	$ 972,263
Total operating revenues	864,669	972,263
Operating expenses:		
Supplies and services	363,116	-
Utilities	127,939	12,877
Allocations	6,581	6,328
Depreciation and amortization	593,860	597,626
Total operating expenses	1,091,496	616,831
Income (loss) from operations	(226,827)	355,432
Nonoperating revenues (expenses):		
Investment earnings net of change in fair value of investments	177,380	61,079
Gain on sale/retirement of capital assets	-	25,860
Total nonoperating revenues (expenses)	177,380	86,939
Change in net position	(49,447)	442,371
Net position at beginning of year	7,186,708	6,744,337
Net position at end of year	$ 7,137,261	$ 7,186,708

CITY OF CARROLLTON, TEXAS

Golf Course Fund
Comparative Statments of Cash Flows
For the years Ended September 30, 2024 and 2023

	2024	2023
Cash flows from operating activities:		
Cash received from customers for services	$ 913,848	$ 960,316
Cash payments to suppliers for goods and services	(442,896)	20,966
Cash payments to other funds for services	(6,581)	(6,327)
Net cash provided by operating activities	464,371	974,955
Cash flows from noncapital financing activities:		
Transfers from other funds	-	-
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(85,140)	(231,583)
Proceeds from sale of capital assets	-	25,860
Net cash provided by (used in) capital and related financing activities	(85,140)	(205,723)
Cash flow from investing activities:		
Investment gain (loss) on cash and cash equivalents	174,583	55,991
Net increase (decrease) in cash and cash equivalents	553,814	825,223
Cash and cash equivalents, October 1	2,685,422	1,860,199
Cash and cash equivalents, September 30	$ 3,239,236	$ 2,685,422
Reconciliation of income (loss) from operations to net cash provided by operating activities:		
Income (loss) from operations	$ (226,827)	$ 355,432
Adjustments to reconcile income (loss) from operations to net cash provided (used) by operating activities:		
Depreciation	593,860	597,626
Change in assets and liabilities:		
(Increase) decrease in other receivables	49,179	7,485
Increase (decrease) in accounts payable	48,159	14,412
Net cash provided by operating activities	$ 464,371	$ 974,955

CITY OF CARROLLTON, TEXAS

Sanitation Fund
Comparative Statements of Net Position
September 30, 2024 and 2023

	2024	2023
Assets		
Current assets:		
Cash and cash equivalents	$ 518,397	$ 32,667
Receivables:		
Accounts	1,550,364	1,355,551
Accrued interest	9,400	8,816
Total current assets	2,078,161	1,397,034
Noncurrent assets:		
Capital assets:		
Equipment	1,460,303	1,460,303
Accumulated depreciation	(1,460,303)	(1,460,303)
Total capital assets, net of accumulated depreciation	-	-
Total assets	2,078,161	1,397,034
Liabilities		
Current liabilities:		
Accounts payable	1,680,755	1,195,551
Total liabilities	1,680,755	1,195,551
Net Position		
Unrestricted	397,406	201,483
Total net position	$ 397,406	$ 201,483

CITY OF CARROLLTON, TEXAS

Sanitation Fund
Comparative Statements of Revenues, Expenses and Changes in Net Position
For the Years Ended September 30, 2024 and 2023

	2024	2023
Operating revenues:		
Charges for services	$ 12,685,553	$ 12,441,234
Total operating revenues	12,685,553	12,441,234
Operating expenses:		
Supplies and services	10,505,091	10,219,560
Allocations	220,852	162,189
Total operating expenses	10,725,943	10,381,749
Income from operations	1,959,610	2,059,485
Nonoperating revenues (expenses):		
Investment earnings net of change in fair value of investments	53,716	66,600
Total nonoperating revenues (expenses)	53,716	66,600
Income before contributions and transfers	2,013,326	2,126,085
Transfers out	(1,817,403)	(2,101,726)
Change in net position	195,923	24,359
Net position at beginning of year	201,483	177,124
Net position at end of year	$ 397,406	$ 201,483

CITY OF CARROLLTON, TEXAS

Sanitation Fund
Comparative Statments of Cash Flows
For the years Ended September 30, 2024 and 2023

	2024	2023
Cash flows from operating activities:		
Cash received from customers for services	$ 12,490,737	$ 11,858,019
Cash payments to suppliers for goods and services	(10,068,192)	(10,364,074)
Cash payments to other funds for services	(172,544)	(162,189)
Net cash provided by operating activities	2,250,001	1,331,756
Cash flows from noncapital financing activities:		
Transfers to other funds	(1,817,403)	(2,101,726)
Cash flow from investing activities:		
Investment gain (loss) on cash and cash equivalents	53,132	62,025
Net increase (decrease) in cash and cash equivalents	485,730	(707,945)
Cash and cash equivalents, October 1	32,667	740,612
Cash and cash equivalents, September 30	$ 518,397	$ 32,667
Reconciliation of income from operations to net cash provided by operating activities:		
Income from operations	$ 1,959,610	$ 2,059,485
Adjustments to reconcile income from operations to net cash provided by operating activities:		
Provisions for doubtful accounts	-	-
Change in assets and liabilities:		
(Increase) decrease in accounts receivable	(194,813)	10,119
Increase (decrease) in accounts payable	485,204	(737,848)
Net cash provided by (used in) operating activities	$ 2,250,001	$ 1,331,756

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CITY OF CARROLLTON, TEXAS

Fleet Services Fund
Comparative Statements of Net Position
September 30, 2024 and 2023

	2024	2023
Assets		
Current assets:		
Cash and cash equivalents	$ 10,073,119	$ 10,444,684
Accrued interest receivable	50,060	40,333
Other	-	18,121
Inventories	95,679	98,487
Total current assets	10,218,858	10,601,625
Noncurrent assets:		
Capital assets:		
Buildings	176,409	176,409
Equipment	30,806,865	26,708,914
Intangibles	34,314	34,314
Accumulated depreciation	(18,887,446)	(16,974,687)
Total capital assets, net of accumulated depreciation	12,130,142	9,944,950
Total assets	22,349,000	20,546,575
Liabilities		
Current liabilities:		
Accounts payable	301,580	479,777
Compensated absences	3,366	1,683
Total liabilities	304,946	481,460
Net Position		
Net investment in capital assets	12,130,142	9,944,950
Unrestricted	9,913,912	10,120,165
Total net position	$ 22,044,054	$ 20,065,115

CITY OF CARROLLTON, TEXAS

Fleet Services Fund
Comparative Statements of Revenues, Expenses and Changes in Net Position
for the Years Ended September 30, 2024 and 2023

	2024	2023
Operating revenues:		
Charges for services	$ 7,702,541	$ 7,430,986
Operating expenses:		
Personnel services	211,598	176,402
Supplies and services	3,125,366	3,334,744
Utilities	36,229	31,890
Allocations	66,298	56,610
Depreciation and amortization	2,702,511	2,405,534
Total operating expenses	6,142,002	6,005,180
Income from operations	1,560,539	1,425,806
Nonoperating revenues:		
Investment earnings net of change in fair value of investments	631,799	233,070
Gain on sale/retirement of capital assets	299,701	412,039
Total nonoperating revenues	931,500	645,109
Income before transfers	2,492,039	2,070,915
Transfers in	-	1,000,000
Transfers out	(513,100)	(467,114)
Change in net position	1,978,939	2,603,801
Net position at beginning of year	20,065,115	17,461,314
Net position at end of year	$ 22,044,054	$ 20,065,115

CITY OF CARROLLTON, TEXAS

Fleet Services Fund
Comparative Statments of Cash Flows
For the years Ended September 30, 2024 and 2023

	2024	2023
Cash flows from operating activities:		
Cash received from other funds for services	$ 7,702,541	$ 7,624,661
Cash payments to suppliers for goods and services	(3,255,418)	(3,387,614)
Cash payments to employees for services	(192,608)	(176,102)
Cash payments to other funds for services	-	-
Net cash provided by operating activities	4,254,515	4,060,945
Cash flows from noncapital financing activities:		
Transfers to other funds	(513,100)	(467,113)
Cash flows from capital and related financing activities:		
Transfers in	-	1,000,000
Acquisition and construction of capital assets	(5,057,510)	(2,200,397)
Proceeds from sale of capital assets	322,459	417,274
Net cash used by capital and related financing activities	(4,735,051)	(783,123)
Cash flow from investing activities:		
Investment gain (loss) on cash and cash equivalents	622,071	215,430
Net increase (decrease) in cash and cash equivalents	(371,565)	3,026,139
Cash and cash equivalents, October 1	10,444,684	7,418,545
Cash and cash equivalents, September 30	$ 10,073,119	$ 10,444,684
Reconciliation of income from operations to net cash provided by operating activities:		
Income from operations	$ 1,560,539	$ 1,425,806
Adjustments to reconcile income from operations to net cash provided by operating activities:		
Depreciation	2,702,511	2,405,534
Change in assets and liabilities:		
(Increase) decrease in other receivables	18,121	(18,121)
(Increase) decrease in inventories	2,808	2,011
Increase (decrease) in accounts payable	(31,147)	244,032
Increase (decrease) in compensated absences	1,683	1,683
Net cash provided by operating activities	$ 4,254,515	$ 4,060,945

CITY OF CARROLLTON, TEXAS

Risk Management Fund
Comparative Statements of Net Position
September 30, 2024 and 2023

	2024	2023
Assets		
Current assets:		
Cash and cash equivalents	$ 4,944,744	$ 4,332,872
Accrued interest receivable	26,978	24,169
Other	-	51,180
Prepaid items	113,000	113,000
Total current assets	5,084,722	4,521,221
Noncurrent assets:		
Capital assets:		
Intangibles	70,400	70,400
Accumulated depreciation	(70,400)	(70,400)
Total capital assets, net of accumulated depreciation	-	-
Total assets	5,084,722	4,521,221
Liabilities		
Current liabilities:		
Accounts payable	8,178	12,716
Noncurrent liabilities:		
Compensated absences	92,913	51,508
Long-term risk liability	1,577,007	1,228,468
Total noncurrent liabilities	1,669,920	1,279,976
Total liabilities	1,678,098	1,292,692
Net Position		
Unrestricted	3,406,624	3,228,529
Total net position	$ 3,406,624	$ 3,228,529

CITY OF CARROLLTON, TEXAS

Risk Management Fund
Comparative Statements of Revenues, Expenses and Changes in Net Position
for the Years Ended September 30, 2024 and 2023

	2024	2023
Operating revenues:		
Charges for services	$ 3,180,824	$ 2,980,150
Operating expenses:		
Personnel services	188,627	112,402
Supplies and services	2,542,494	2,570,262
Utilities	289	269
Total operating expenses	2,731,410	2,682,933
Income from operations	449,414	297,217
Nonoperating revenues:		
Investment earnings net of change in fair value of investments	262,272	153,444
Total nonoperating revenues	262,272	153,444
Income before transfers	711,686	450,661
Transfers out	(533,591)	(498,043)
Change in net position	178,095	(47,382)
Net position at beginning of year	3,228,529	3,275,911
Net position at end of year	$ 3,406,624	$ 3,228,529

CITY OF CARROLLTON, TEXAS

Risk Management Fund
Comparative Statments of Cash Flows
For the years Ended September 30, 2024 and 2023

	2024	2023
Cash flows from operating activities:		
Cash received from other funds for services	$ 3,180,824	$ 2,874,651
Cash received from loss claim recoveries	310,118	509,901
Cash payments to suppliers for goods and services	(1,171,793)	(1,777,903)
Cash payments to employees for services	(186,035)	(100,598)
Cash payments for loss claims	(1,247,116)	(1,335,262)
Net cash provided by operating activities	885,998	170,789
Cash flows from noncapital financing activities:		
Transfers to other funds	(533,591)	(498,043)
Cash flow from investing activities:		
Investment gain (loss) on cash and cash equivalents	259,465	145,336
Net increase (decrease) in cash and cash equivalents	611,872	(181,918)
Cash and cash equivalents, October 1	4,332,872	4,514,790
Cash and cash equivalents, September 30	$ 4,944,744	$ 4,332,872
Reconciliation of income from operations to net cash provided by operating activities:		
Net income from operations	$ 449,414	$ 297,217
Adjustments to reconcile income from operations to net cash provided by operating activities:		
Change in assets and liabilities:		
(Increase) decrease in other receivables	51,178	(51,180)
Increase (decrease) in accounts payable	(4,538)	(91,363)
Increase (decrease) in liability for compensated absences	41,405	433
Increase (decrease) in long-term risk liability	348,539	15,682
Net cash provided by operating activities	$ 885,998	$ 170,789

CITY OF CARROLLTON, TEXAS

Employee Health and Disability Fund
Comparative Statements of Net Position
September 30, 2024 and 2023

	2024	2023
Assets		
Current assets:		
Cash and cash equivalents	$ 8,049,023	$ 7,290,942
Receivables:		
Accrued interest receivable	53,279	43,784
Other	193,319	941,223
Prepaid items	7,367	7,367
Total assets	8,302,988	8,283,316
Liabilities		
Current liabilities:		
Accounts payable	1,824,401	1,709,935
Estimated health claims payable	789,685	792,791
Total current liabilities	2,614,086	2,502,726
Total liabilities	2,614,086	2,502,726
Net Position		
Unrestricted	5,688,902	5,780,590
Total net position	$ 5,688,902	$ 5,780,590

CITY OF CARROLLTON, TEXAS

Employee Health and Disability Fund
Comparative Statements of Revenues, Expenses and Changes in Net Position
for the Years Ended September 30, 2024 and 2023

	2024	2023
Operating revenues:		
Charges for services	$ 12,249,037	$ 11,560,152
Operating expenses:		
Personnel services	675,527	703,998
Supplies and services	12,223,930	10,694,330
Total operating expenses	12,899,457	11,398,328
Income (loss) from operations	(650,420)	161,824
Nonoperating revenues:		
Investment earnings net of change in fair value of investments	558,732	314,436
Total nonoperating revenues	558,732	314,436
Change in net position	(91,688)	476,260
Net position at beginning of year	5,780,590	5,304,330
Net position at end of year	$ 5,688,902	$ 5,780,590

CITY OF CARROLLTON, TEXAS

Employee Health and Disability Fund
Comparative Statments of Cash Flows
For the years Ended September 30, 2024 and 2023

	2024	2023
Cash flows from operating activities:		
Cash received from employees and retirees for services	$ 2,987,587	$ 2,489,588
Cash received from other funds for services	10,009,352	9,114,969
Cash received from loss claim recoveries and refunds	1,566,568	695,092
Cash payments to suppliers for goods and services	(2,414,521)	(3,536,041)
Cash payments for loss claims	(11,940,141)	(9,498,602)
Net cash provided by (used in) operating activities	208,844	(734,994)
Cash flow from investing activities:		
Investment gain (loss) on cash and cash equivalents	549,237	295,108
Net increase (decrease) in cash and cash equivalents	758,081	(439,886)
Cash and cash equivalents, October 1	7,290,942	7,730,828
Cash and cash equivalents, September 30	$ 8,049,023	$ 7,290,942
Reconciliation of income (loss) from operations to net cash provided by (used in) operating activities:		
Income (loss) from operations	$ (650,420)	$ 161,824
Adjustments to reconcile income (loss) from operations to net cash provided by (used in) operating activities:		
Change in assets and liabilities:		
(Increase) decrease on other receivables	747,904	(941,223)
Increase (decrease) in acounts payable	114,466	40,110
Increase (decrease) in estimated health claims payable	(3,106)	4,295
Net cash provided by (used in) operating activities	$ 208,844	$ (734,994)

CARROLLTON

TEXAS

STATISTICAL SECTION
(Unaudited)

The Statistical Section presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health. It includes six categories of information:

Financial Trends (Table 1 – 4) – contains trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity (Table 5 – 9) – contains information to help the reader assess the government's most significant local revenue source, property tax.

Debt Capacity (Table 10 – 14) – presents information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information (Table 15 – 16) – offers demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information (Table 17 – 19) – contains service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

Additional Information (Table 20 – 21) – offers additional analysis regarding rapidly growing expenses or areas of financial concern that are of interest to the users of financial statements.

CARROLLTON

TEXAS

CITY OF CARROLLTON, TEXAS
NET POSITION BY COMPONENT
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

Table 1

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities										
Net investment in capital assets	$ 229,578,674	$ 236,475,739	$ 253,789,783	$ 266,335,524	$ 265,348,739	$ 288,354,589	$ 285,331,250	$ 308,107,635	$ 315,120,145	$ 366,183,502
Restricted	5,539,348	6,452,006	6,939,678	7,568,306	7,567,836	9,466,620	11,506,974	33,991,386	9,385,478	10,157,137
Unrestricted	108,636,055	115,146,522	115,867,856	116,877,252	142,352,531	157,960,043	203,079,481	227,811,286	295,001,248	297,532,939
Total governmental activities net position	$ 343,754,077	$ 358,074,267	$ 376,597,317	$ 390,781,082	$ 415,269,106	$ 455,781,252	$ 499,917,705	$ 569,910,307	$ 619,506,871	$ 673,873,578
Business-type activities										
Net investment in capital assets	$ 117,734,922	$ 114,890,769	$ 111,162,794	$ 114,574,032	$ 117,224,597	$ 113,405,237	$ 110,676,871	$ 117,112,368	$ 120,033,950	$ 117,531,562
Restricted	1,460,318	1,426,329	1,385,524	1,237,640	1,142,303	1,070,043	986,773	2,020,735	818,323	995,097
Unrestricted	23,051,098	24,004,120	25,184,803	23,311,006	24,937,146	32,485,159	40,606,226	43,122,949	58,457,572	65,488,757
Total business-type activities net position	$ 142,246,338	$ 140,321,218	$ 137,733,121	$ 139,122,678	$ 143,304,046	$ 146,960,439	$ 152,269,870	$ 162,256,052	$ 179,309,845	$ 184,015,416
Primary government										
Net investment in capital assets	$ 347,313,596	$ 351,366,508	$ 364,952,577	$ 380,909,556	$ 382,573,336	$ 401,759,826	$ 396,008,121	$ 425,220,003	$ 435,154,095	$ 483,715,064
Restricted	6,999,666	7,878,335	8,325,202	8,805,946	8,710,139	10,536,663	12,493,747	36,012,121	10,203,801	11,152,234
Unrestricted	131,687,153	139,150,642	141,052,659	140,188,258	167,289,677	190,445,202	243,685,707	270,934,235	353,458,820	363,021,696
Total primary government net position	$ 486,000,415	$ 498,395,485	$ 514,330,438	$ 529,903,760	$ 558,573,152	$ 602,741,691	$ 652,187,575	$ 732,166,359	$ 798,816,716	$ 857,888,994

Source: Annual Comprehensive Financial Reports

Notes:
The City implemented GASB Statement No. 75 in fiscal year 2018. The amounts for all prior years have not been restated for the effects of this standard.

CITY OF CARROLLTON, TEXAS
CHANGES IN NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

Table 2

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses										
Governmental activities:										
General government and administration	$ 16,606,809	$ 15,894,255	$ 17,122,310	$ 17,189,961	$ 19,121,014	$ 22,837,935	$ 21,796,441	$ 21,530,774	$ 26,457,923	$ 25,003,859
Public safety	52,732,524	59,993,080	64,012,046	63,047,061	69,201,673	66,625,840	64,935,344	57,636,204	71,523,237	83,173,075
Development services	21,534,165	26,750,336	27,011,842	25,002,278	32,233,127	27,137,264	32,895,331	25,030,749	26,062,521	34,075,426
Cultural and recreational	14,677,561	15,487,148	16,754,985	16,390,220	16,790,697	14,859,202	15,110,009	15,600,850	18,747,089	20,166,681
Interest on long term debt	6,251,466	6,125,135	6,293,033	6,325,530	6,037,670	6,265,337	5,924,098	6,054,525	7,031,007	6,556,197
Total governmental activities expenses	111,802,525	124,249,954	131,194,216	127,955,050	143,384,181	137,725,578	140,661,223	125,853,102	149,821,777	168,975,238
Business-type activities:										
Water and sewer	35,091,342	38,169,394	40,370,208	43,285,640	42,145,572	41,908,407	42,277,481	43,753,928	48,239,139	54,584,961
Golf	1,354,149	1,770,254	951,127	451,994	2,172,913	2,205,324	844,841	666,839	616,188	1,090,547
Sanitation	6,000,423	7,396,452	7,794,237	8,076,094	8,410,160	9,269,390	9,664,433	10,112,106	10,365,281	10,701,069
Total business-type activities expenses	42,445,914	47,336,100	49,115,572	51,813,728	52,728,645	53,383,121	52,786,755	54,532,873	59,220,608	66,376,577
Total primary government expenses	154,248,439	171,586,054	180,309,788	179,768,778	196,112,826	191,108,699	193,447,978	180,385,975	209,042,385	235,351,815
Program Revenues										
Governmental activities:										
Fees, Fines, and Charges for Services:										
General government and administration	223,621	276,789	136,535	192,134	171,494	193,747	209,167	223,758	235,170	255,179
Public safety	11,344,328	10,225,750	9,695,265	9,144,151	8,986,909	10,933,565	8,663,179	9,470,330	8,405,815	9,682,843
Development services	2,147,052	2,642,431	2,177,917	3,201,667	2,485,491	1,815,359	2,273,936	2,216,129	1,655,177	1,371,156
Cultural and recreational	2,505,008	2,767,833	2,718,579	2,699,398	2,093,847	1,225,921	2,236,900	2,635,278	2,727,384	2,470,946
Operating grants and contributions	59,753	324,816	143,608	247,088	83,567	9,301,172	8,550,938	13,221,942	2,221,740	1,701,923
Capital grants and contributions	3,916,199	2,317,548	5,945,697	2,677,227	9,199,209	2,335,856	3,055,845	9,027,419	1,673,577	962,676
Total governmental activities program revenues	20,195,961	18,555,167	20,817,601	18,161,665	23,020,517	25,805,620	24,989,965	36,794,856	16,918,863	16,444,723
Business-type activities:										
Charges for services:										
Water and sewer	35,301,330	37,361,058	39,630,140	45,005,225	45,058,318	48,863,523	48,800,443	53,318,611	55,045,831	58,066,545
Golf	556,913	976,527	1,131,464	617,176	1,163,979	1,092,696	479,789	843,940	883,646	806,613
Sanitation	8,231,572	9,492,356	9,839,216	10,361,672	10,614,355	10,773,015	11,552,462	12,002,849	12,441,234	12,685,553
Operating grants and contributions	-	557,072	-	-	-	-	-	-	-	-
Capital grants and contributions	2,027,734	1,003,684	965,092	3,266,699	923,476	727,166	3,199,625	5,578,424	296,688	397,032
Total business-type activities program revenues	46,117,549	49,390,697	51,565,912	59,250,772	57,760,128	61,456,400	64,032,319	71,743,824	68,667,399	71,955,743
Total primary government program revenues	$ 66,313,510	$ 67,945,864	$ 72,383,513	$ 77,412,437	$ 80,780,645	$ 87,262,020	$ 89,022,284	$ 108,538,680	$ 85,586,262	$ 88,400,466

(continued)

CITY OF CARROLLTON, TEXAS
CHANGES IN NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

Table 2

	Fiscal Year									
	2015	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**
Net (Expense) Revenue										
Governmental Activities	$ (91,606,564)	$ (105,694,787)	$ (110,376,615)	$ (109,793,384)	$ (120,363,664)	$ (120,363,664)	$ (115,671,258)	$ (89,058,246)	$ (132,902,914)	$ (152,530,515)
Business-type Activities	3,671,635	2,054,597	2,450,340	7,437,044	5,031,483	5,031,483	11,245,564	17,210,951	9,446,791	5,579,166
Total Primary government net expense	(87,934,929)	(103,640,190)	(107,926,275)	(102,356,340)	(115,332,181)	(115,332,181)	(104,425,694)	(71,847,295)	(123,456,123)	(146,951,349)
General Revenues and Other Changes in Net Assets										
Governmental Activities:										
Taxes:										
Ad valorem	61,990,961	66,690,804	71,827,346	77,233,249	82,924,296	89,122,477	93,158,498	96,924,730	105,091,592	115,162,154
Sales	31,238,022	34,512,467	36,782,925	39,811,034	39,683,052	40,032,543	46,187,884	48,705,881	50,596,808	49,712,276
Occupancy	210,835	243,946	292,908	237,466	189,529	211,851	122,512	173,648	594,040	577,425
Franchise Fees	11,768,644	11,778,705	12,069,944	12,526,523	12,036,367	12,098,114	11,914,107	12,389,639	12,247,092	12,169,441
Investment earnings net of change in fair value of investments	1,202,294	1,280,470	1,480,990	2,184,503	6,519,218	4,251,840	921,062	(7,768,438)	12,086,664	22,607,484
Gain on sale of capital assets	1,306,445	123,312	113,009	4,248	267,029	328,051	-	325,519	428,391	315,131
Public-private partnership recovery	-	-	-	-	-	-	-	-	-	-
Miscellaneous	793,144	977,691	874,112	950,672	932,282	891,770	926,010	1,500,632	7,042,950	756,991
Transfers	5,475,266	4,407,582	5,458,431	6,539,304	2,299,915	5,495,458	6,577,638	6,799,237	(5,588,059)	5,596,320
Total Governmental Activities	113,985,611	120,014,977	128,899,665	139,486,999	144,851,688	152,432,104	159,807,711	159,050,848	182,499,478	206,897,222
Business-type Activities:										
Investment earnings net of change in fair value of investments	206,134	186,142	201,448	262,790	925,005	707,328	103,944	(1,134,235)	1,424,011	3,727,391
Gain on sale of capital assets	35,012	37,256	21,514	4,232	261,495	18,143	99,209	39,110	85,210	328,996
Miscellaneous	174,697	204,467	197,032	224,795	263,300	353,101	438,352	669,593	509,722	666,338
Transfers	(5,475,266)	(4,407,582)	(5,458,431)	(6,539,304)	(2,299,915)	(5,495,458)	(6,577,638)	(6,799,237)	5,588,059	(5,596,320)
Total Business-type Activities	(5,059,423)	(3,979,717)	(5,038,437)	(6,047,487)	(850,115)	(4,416,886)	(5,936,133)	(7,224,769)	7,607,002	(873,595)
Total Primary Government	108,926,188	116,035,260	123,861,228	133,439,512	144,001,573	148,015,218	153,871,578	151,826,079	190,106,480	206,023,627
Change in Net Position										
Governmental Activities	22,379,047	14,320,190	18,523,050	29,693,615	24,488,024	40,512,146	44,136,453	69,992,602	49,596,563	54,366,707
Business-type Activities	(1,387,788)	(1,925,120)	(2,588,097)	1,389,557	4,181,368	3,656,393	5,309,431	9,986,182	17,053,793	4,705,571
Total Primary Government	$ 20,991,259	$ 12,395,070	$ 15,934,953	$ 31,083,172	$ 28,669,392	$ 44,168,539	$ 49,445,884	$ 79,978,784	$ 66,650,356	$ 59,072,278

(concluded)

Source: Annual Comprehensive Financial Reports

Notes:
The City implemented GASB Statement No. 75 in fiscal year 2018. The amounts for all prior fiscal years have not been restated for the effects of this standard.

CITY OF CARROLLTON, TEXAS
FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

Table 3

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund										
Nonspendable for prepaid item	$ 145,345	$ -	$ 637,076	$ 615,544	$ 165,821	$ -	$ 860,066	$ 1,769,783	$ 1,676,061	$ 864,828
Assigned to purchases on order	331,730	213,086	249,535	368,299	370,937	-	-	-	-	-
Unassigned	18,608,933	21,341,930	19,873,549	29,516,925	30,200,943	40,567,720	54,412,746	83,205,558	62,992,949	56,027,191
Total general fund	$ 19,086,008	$ 21,555,016	$ 20,760,160	$ 30,500,768	$ 30,737,701	$ 40,567,720	$ 55,272,812	$ 84,975,341	$ 64,669,010	$ 56,892,019
All Other Governmental Funds										
Nonspendable for:										
Other receivables	$ -	$ -	$ 1,012,080	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Prepaid items	739,994	-	-	-	-	-	-	85,455	92,387	112,067
Restricted for:										
Debt service	4,297,818	4,691,760	4,819,196	4,872,308	5,194,332	5,431,277	5,391,090	5,447,165	5,237,181	5,423,039
Streets and drainage	11,224,037	5,196,877	10,002,200	21,348,943	21,375,992	27,915,981	28,346,663	23,938,330	16,036,584	15,232,253
Public facilities	8,903,016	6,607,230	723,553	731,229	743,463	1,639,503	2,114,201	5,334,839	5,919,661	6,157,907
Other capital projects	1,691,992	1,660,411	1,240,675	675,940	2,457,650	3,765,317	6,149,025	9,926,150	19,254,771	8,743,873
Other purposes	1,515,400	1,825,818	2,102,688	2,781,971	1,943,079	2,307,584	2,640,871	2,286,088	2,414,906	2,545,220
Committed to:										
Street rehabilitation	17,497,861	20,249,854	23,893,942	27,700,435	32,331,403	38,671,297	43,090,080	46,571,139	49,518,355	49,518,355
Parks and Recreation	-	-	-	-	-	-	-	-	-	1,060,885
Other capital projects	2,169,019	4,026,554	8,337,252	12,230,707	15,021,556	16,230,673	20,558,077	20,370,277	27,974,883	32,999,098
Assigned to:										
Streets and drainage	20,915,762	23,188,407	29,081,306	24,607,591	24,446,260	27,780,430	29,297,919	31,298,467	47,229,877	48,003,043
Public facilities	36,456,726	38,049,489	27,230,627	32,232,184	42,924,450	43,692,177	51,614,598	44,764,679	70,635,078	73,145,778
Parks and Recreation	-	-	-	-	-	-	-	-	-	34,475,024
Other capital projects	11,734,537	12,782,783	17,222,929	16,592,403	15,504,426	18,476,246	19,478,671	21,488,245	15,494,260	-
Other purposes	382,462	447,335	416,120	693,296	775,981	2,460,132	1,056,282	908,388	1,010,083	1,209,151
Total all other governmental funds	$ 117,528,624	$ 118,726,518	$ 126,082,568	$ 144,467,007	$ 162,718,592	$ 188,370,617	$ 209,737,477	$ 212,419,222	$ 260,818,026	$ 278,625,693

CITY OF CARROLLTON, TEXAS
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

Table 4

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
REVENUES:										
Taxes:										
Ad valorem	$ 61,676,895	$ 66,398,279	$ 71,469,785	$ 76,855,743	$ 82,592,460	$ 88,768,605	$ 92,796,382	$ 96,481,355	$ 104,391,677	$ 114,592,210
Penalty and interest	314,066	292,525	357,561	377,506	331,836	353,872	362,116	443,375	699,915	569,944
Sales	31,238,022	34,512,467	36,782,925	39,811,034	39,683,052	40,032,543	46,187,884	48,705,881	50,596,808	49,712,276
911 Taxes	-	-	-	-	-	1,071,761	1,178,780	1,164,967	1,078,814	1,874,111
Occupancy tax	210,835	243,946	292,908	237,466	189,529	211,851	122,512	173,648	594,040	577,425
Franchise fees	11,768,644	11,778,705	12,069,944	12,526,523	12,036,367	12,098,114	11,914,107	12,389,639	12,247,092	12,169,441
Assessments	264,430	332,882	119,602	193,024	35,051	6,000	245,151	96,118	133,271	37,710
Charges for services	5,670,254	6,110,532	6,403,950	5,928,261	5,994,144	4,796,116	5,313,457	6,506,501	5,950,704	6,278,211
Intergovernmental	1,493,099	1,844,504	5,156,464	2,941,484	1,812,798	11,163,313	8,906,495	13,590,703	2,816,880	2,336,955
Licenses and permits	2,805,727	3,073,660	2,534,636	3,842,351	3,456,916	2,644,682	3,024,157	3,087,566	2,653,808	2,275,975
Fines and forfeitures	7,479,597	6,395,729	5,670,108	5,273,714	4,251,630	3,549,876	3,451,446	3,572,432	3,113,064	3,332,016
Investment earnings net of change in fair value of investments	1,080,213	1,175,370	1,366,353	2,046,739	6,064,714	3,951,260	791,278	(7,266,743)	11,385,714	21,154,679
PID Assessment Revenue	-	-	-	-	1,447,982	1,448,765	3,630,288	1,223,792	1,193,769	1,194,688
Public-private partnership recovery	-	-	-	-	-	-	-	-	-	-
Miscellaneous	793,144	977,691	874,112	950,673	932,282	896,467	1,722,281	1,572,062	7,208,611	739,665
Total Revenues	124,794,926	133,136,290	143,098,348	150,984,518	158,828,761	170,993,225	179,646,334	181,741,296	204,064,167	216,845,306
EXPENDITURES:										
General government and administration	14,249,773	14,014,017	15,321,401	15,594,492	17,087,424	19,597,405	19,666,339	20,478,164	21,488,582	25,026,055
Public safety	50,460,748	52,904,040	55,951,997	59,132,645	62,330,071	64,353,549	67,448,974	67,997,711	70,394,339	78,509,534
Development services	9,979,839	10,913,353	10,391,297	11,075,739	12,744,091	11,663,392	11,611,302	11,859,954	9,818,879	13,153,759
Cultural and recreational	11,487,238	11,925,191	12,744,442	13,067,844	12,930,099	12,273,811	12,286,522	13,527,219	15,579,146	15,816,527
Capital outlay	29,891,737	44,075,358	47,987,312	29,673,776	35,434,318	33,092,153	34,379,273	40,821,719	53,636,425	76,236,723
PID Development Reimbursement	-	-	-	-	1,447,982	1,448,765	3,630,288	1,223,792	1,193,770	1,194,688
Debt Service:										
Principal retirement	13,885,000	13,980,000	14,535,000	15,435,000	16,240,000	15,620,000	15,390,000	16,161,681	18,533,235	24,449,083
Interest and fiscal charges	6,839,976	6,727,253	7,097,030	7,225,382	7,332,656	7,713,093	7,621,560	7,969,011	9,036,422	8,902,399
Total expenditures	136,794,311	154,539,212	164,028,479	151,204,878	165,546,641	165,762,168	172,034,258	180,039,251	199,680,798	243,288,768
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(11,999,385)	(21,402,922)	(20,930,131)	(220,360)	(6,717,880)	5,231,057	7,612,076	1,702,045	4,383,369	(26,443,462)
OTHER FINANCING SOURCES (USES):										
Bonds issued	17,420,000	17,680,000	19,550,000	19,680,000	45,293,634	20,025,000	25,015,000	22,595,000	28,140,000	29,493,533
Refunding bonds issued	26,660,000	11,435,000	-	-	-	-	-	-	-	-
Premium on bonds issued	4,910,134	4,702,702	1,817,737	1,768,771	6,153,639	4,223,669	4,697,762	1,718,104	4,227,254	-
Payment to refunded bond escrow agent	(29,919,123)	(13,532,110)	-	-	(29,075,932)	-	(8,362,131)	(1,778,525)	(5,571,060)	(500)
Leases issued	-	-	-	-	-	-	-	434,154	-	189,216
Sale of capital assets	1,367,838	36,838	323,080	4,248	165,010	10,555	(283,900)	-	-	-
SBITA issued	-	-	-	-	-	-	-	-	2,535,812	148,879
Transfers in	21,848,581	20,456,457	30,119,111	18,735,652	25,091,259	22,000,556	27,320,203	30,246,578	55,540,706	48,633,880
Transfers out	(16,553,246)	(15,709,063)	(24,318,903)	(11,842,964)	(22,421,212)	(16,008,793)	(19,927,058)	(22,533,082)	(61,163,608)	(41,990,870)
Total Other Financing Sources (Uses)	25,734,184	25,069,824	27,491,025	28,345,707	25,206,398	30,250,987	28,459,876	30,682,229	23,709,104	36,474,138
NET CHANGE IN FUND BALANCES	$ 13,734,799	$ 3,666,902	$ 6,560,894	$ 28,125,347	$ 18,488,518	$ 35,482,044	$ 36,071,952	$ 32,384,274	$ 28,092,473	$ 10,030,676
Debt service as a percentage of noncapital expenditures	17.5%	15.7%	16.8%	20.4%	16.9%	16.7%	15.5%	16.7%	18.1%	18.9%

CITY OF CARROLLTON, TEXAS

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY Table 5

Last Ten Fiscal Years

(Unaudited)

Fiscal Year	Estimated Market Value: Real Property	Estimated Market Value: Personal Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
2015	10,379,894,481	2,423,039,399	2,522,339,809	10,280,594,071	0.615375
2016	11,222,038,729	2,553,129,415	2,689,149,080	11,086,019,064	0.612875
2017	12,314,098,039	2,774,168,176	3,144,059,376	11,944,206,839	0.603700
2018	13,480,378,990	2,819,164,332	3,295,255,620	13,004,287,702	0.599700
2019	14,757,267,240	3,007,035,638	3,528,802,758	14,235,500,120	0.594970
2020	15,984,400,142	3,229,734,057	3,703,096,727	15,511,037,472	0.589970
2021	11,750,320,003	3,464,642,682	4,014,858,327	11,200,104,358	0.587500
2022	17,326,687,644	3,801,954,737	4,275,155,797	16,853,486,584	0.582500
2023	20,687,707,521	3,783,431,734	5,335,557,712	19,135,581,543	0.562500
2024	24,063,504,142	4,098,242,199	6,840,897,692	21,320,848,649	0.553750

Source: City of Carrollton Budget Document

Note: Total Taxable Assessed Value represents original certified taxable value. This does not include valuation of protested property at certification date. In 2021, due to the impact of COVID, the original budget was based upon a certified estimate provided by two of our appraisal districts. After the final role was certified, the budget was amended to adopt a budget related to the certified role of $15,869,999,609.

CITY OF CARROLLTON, TEXAS

ESTIMATED NET TAXABLE VALUE AT BUDGET ADOPTION

Table 6

Current Year and Nine Years Ago

(Unaudited)

	Fiscal Year 2024		Fiscal Year 2015		
		Percentage of Total Market Value		Percentage of Total Market Value	Ten Year Change
Market value:					
Certified Values:					
Real property:					
Land	$ 5,499,585,253	19.38%	$ 2,992,849,019	23.31%	83.76%
Improvements	$ 18,563,918,889	65.42%	7,387,045,462	57.53%	151.30%
Business personal property	$ 4,098,242,199	14.44%	2,423,039,399	18.87%	69.14%
Property Under Protest	$ 216,055,458	0.76%	38,508,606	0.30%	461.06%
Total Market value	28,377,801,799	100.00%	12,841,442,486	100.00%	120.99%
Less property exemptions/reductions:					
Single Family Residential:					
Homestead	2,098,016,190	7.39%	908,494,008	7.07%	130.93%
Over 65	722,176,804	2.54%	355,192,003	2.77%	103.32%
Disabled	26,278,726	0.09%	21,566,326	0.17%	21.85%
Disabled veterans	67,655,390	0.24%	12,443,271	0.10%	443.71%
Capped value	1,585,472,640	5.59%	35,168,382	0.27%	4408.23%
Total Single Family Residential	4,499,599,750	15.86%	1,332,863,990	10.38%	237.59%
Commercial:					
Agricultural	66,077,301	0.23%	56,206,520	0.44%	17.56%
Freeport	770,858,484	2.72%	399,225,311	3.11%	93.09%
Abatements/Tax grants	-	0.00%	173,648,931	1.35%	-100.00%
Low income housing	20,691,507	0.07%	10,400,000	0.08%	98.96%
Other exemptions	1,933,130	0.01%	395,611	0.00%	388.64%
TIF Incremental Value	404,972,379	1.43%	25,696,381	0.20%	1475.99%
Total Commercial	1,264,532,801	4.46%	665,572,754	5.18%	89.99%
Totally exempt*	1,481,676,345	5.22%	723,248,377	5.63%	104.86%
Total property exemptions/reductions	7,245,808,896	25.53%	2,721,685,121	21.19%	166.23%
Estimated Net Taxable Value	$ 21,131,992,903	74.47%	$ 10,119,757,365	78.81%	108.82%

Source: Annual Budget Document and Dallas, Denton, and Collin Central Appraisal Districts

Notes:

* Total exempt properties include properties owned by federal, state and local governmental entities and by educational, religious and not-for-profits organizations qualifying under the IRS code.

CITY OF CARROLLTON, TEXAS

DIRECT AND OVERLAPPING PROPERTY TAX RATES (per $100 of assessed value) Table 7

Last Ten Fiscal Years

(Unaudited)

	City Direct Rates			Overlapping Rates								
Fiscal Year	Operating/ General Rate	General Obligation Debt Service	Total Direct	Carrollton-Farmers Branch Independent School District	Dallas Independent School District	Lewisville Independent School District	Coppell Independent School District	Plano Independent School District	Dallas County a	Collin County b	Denton County	Valwood Improvement Authority c
2015	0.417389	0.197986	0.615375	1.303300	1.282085	1.477000	1.449000	1.439000	0.663875	0.316900	0.272200	0.270000
2016	0.420043	0.192832	0.612875	1.281700	1.282085	1.476730	1.439000	1.439000	0.662750	0.306960	0.262000	0.270000
2017	0.425787	0.177913	0.603700	1.391700	1.282085	1.420000	1.492700	1.439000	0.654704	0.289617	0.248409	0.250000
2018	0.427790	0.171910	0.599700	1.381000	1.282085	1.407500	1.477700	1.439000	0.656738	0.272056	0.237812	0.220000
2019	0.430220	0.164750	0.594970	1.370000	1.412035	1.407500	1.460500	1.439000	0.656500	0.262007	0.225574	0.200000
2020	0.438870	0.151100	0.589970	1.268350	1.310385	1.337500	1.330900	1.337350	0.646600	0.256173	0.225278	0.180000
2021	0.441146	0.146354	0.587500	1.254700	1.296735	1.347300	1.131000	1.327500	0.629840	0.253753	0.224985	0.180000
2022	0.442807	0.139693	0.582500	1.201250	1.248235	1.308700	1.292000	1.320750	0.606456	0.249309	0.224985	0.170000
2023	0.417274	0.145226	0.562500	1.142900	1.184935	1.236800	1.217300	1.259750	0.569645	0.233663	0.217543	0.125000
2024	0.408525	0.145225	0.553750	0.983600	1.013835	1.130100	1.053500	1.077850	0.545246	0.230563	0.189485	0.100000

Source: City of Carrollton Budget Office, Lewisville Independent School District, Dallas Central Appraisal District, Plano Independent School District, Denton County, Collin County

Notes:

(a) Dallas County includes Dallas County, Dallas County Hospital District and Dallas County Community College District & School Equalization.

(b) Collin County includes Collin County and Collin County Community College District.

(c) A typical property tax bill would consist of City, School District and County taxes. Valwood Improvement Authority is a flood reclamation district serving commercial property only in the southwest corner of the City.

CITY OF CARROLLTON, TEXAS
PRINCIPAL PROPERTY TAXPAYERS
Current Year and Nine Years Ago
(Unaudited)

Table 8

Fiscal Year 2024			Fiscal Year 2015		
Taxpayer	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value	Taxpayer	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value
Sreit Castle Hills LLC	$ 112,800,000	0.53%	Halliburton Co. Inc.	$ 80,419,218	0.78%
4253 Hunt Drive LLC	105,300,000	0.49%	Bella Vida Gardens Associates LLC	70,850,000	0.69%
Texas Dugan LTD P/S	101,911,120	0.48%	JPMorgan Chase Bank NA	69,378,180	0.67%
Mansions at Sunset Ridge	93,330,583	0.44%	Verizon	64,689,520	0.63%
Jump Systems	92,750,170	0.44%	Hewlett Packard	59,887,030	0.58%
Huffines Boulevard Owner LLC	86,400,000	0.41%	Mansions at Sunset Ridge Partners LP	54,882,733	0.53%
Pratt & Whitney	86,239,721	0.40%	BH Autumn Chase Apartments LP	47,837,319	0.47%
Prologis LP	85,850,350	0.40%	Cyrus One LLC	46,620,168	0.45%
Imp Castle Hills LP	85,400,000	0.40%	Ari-International Business Park	45,723,471	0.44%
Bspmt Broadway Carrollton	77,470,000	0.36%	Texas Dugan Ltd.	42,977,041	0.42%
Total Assessed Value of Top-ten Taxpayers:	927,451,944	4.35%	Total Assessed Value of Top-ten Taxpayers:	583,264,680	5.67%
Total Assessed Value of Other Taxpayers:	20,393,396,705	95.65%	Total Assessed Value of Other Taxpayers:	9,697,329,391	94.33%
Total Assessed Value:	$ 21,320,848,649	100.00%	Total Assessed Value:	$ 10,280,594,071	100.00%

(1)Pratt & Whitney taxable value is related mainly to tangible personal property (tpp) subject to a 95% tax rebate until 2025.

Source: Dallas County Tax Office and Denton County Tax Office

CITY OF CARROLLTON, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
(Unaudited)

Table 9

Fiscal Year	Taxes Budgeted Within the Fiscal Year of the Levy	Taxes Levied Within the Fiscal Year of the Levy	Adjustments to Levy in Subsequent Years	Adjusted Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections	
					Amount	Percentage of Levy		Amount	Percentage of Levy
2015	61,028,968	62,839,506	(9,523)	62,829,983	62,505,443	99.48%	222,956	62,728,399	99.84%
2016	65,141,963	68,039,266	(592,118)	67,447,148	67,692,625	100.36%	(350,545)	67,342,080	99.84%
2017	71,793,263	73,359,863	(187,543)	73,172,320	72,990,754	99.75%	79,362	73,070,116	99.86%
2018	77,367,377	79,069,384	(292,293)	78,777,091	78,587,752	99.76%	49,786	78,637,538	99.82%
2019	84,016,514	85,625,004	(361,644)	85,263,360	85,127,427	99.84%	8,944	85,136,371	99.85%
2020	91,009,376	91,990,778	(425,094)	91,565,684	91,506,515	99.94%	(103,244)	91,403,271	99.82%
2021	94,307,109	97,255,897	(375,166)	96,880,731	96,422,620	99.53%	270,028	96,692,648	99.81%
2022	97,677,806	100,086,098	(362,617)	99,723,481	99,510,007	99.79%	(3,468)	99,506,539	99.78%
2023	106,373,734	108,209,947	(1,399,686)	106,810,261	107,518,800	100.66%	(1,065,622)	106,453,178	99.67%
2024	115,723,064	117,475,455		117,475,455	116,389,737	99.08%	-	116,389,737	99.08%

Source: Dallas Central Appraisal District and Dallas County Tax Office
Denton Central Appraisal District and Denton County Tax Office

CITY OF CARROLLTON, TEXAS

RATIO OF OUTSTANDING DEBT BY TYPE

Table 10

Last Ten Fiscal Years

(Unaudited)

Fiscal Year	Governmental Activities				Business-Type Activities			Total Primary Government	Percentage of Personal Income (a)	Per Capita (a)
	General Obligation Bonds (b)				Water and Sewer Revenue Bonds		SBITA			
	Par	Premium	Leases	SBITA	Par	Premium				
2015	162,600,000	10,058,724	-	-	14,185,000	752,477	-	187,596,201	4.51%	1,498
2016	165,015,000	13,939,418	-	-	12,925,000	653,357	-	192,532,775	4.66%	1,504
2017	170,030,000	14,707,459	-	-	11,615,000	554,238	-	196,906,697	4.31%	1,505
2018	174,275,000	15,324,781	-	-	5,625,000	453,470	-	195,678,251	4.06%	1,479
2019	173,540,000	19,696,604	-	-	13,545,000	1,411,434	-	208,193,038	4.49%	1,531
2020	177,945,000	22,559,632	-	-	11,890,000	1,240,153	-	213,634,785	3.91%	1,552
2021	179,260,000	25,142,993	-	-	10,195,000	1,068,730	-	215,666,723	4.23%	1,548
2022	184,710,000	24,185,344	4,839,655		8,445,000	897,308	-	223,077,307	4.11%	1,651
2023	190,470,000	26,112,878	4,117,296	2,769,765	7,105,000	767,133	1,870,783	233,212,855	4.11%	1,717
2024	195,050,000	26,489,345	3,538,801	1,447,276	14,050,000	1,389,592	1,448,837	243,413,851	4.12%	1,784

Notes:

Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(a) See Table 15 for personal income and population data.

(b) Direct Debt outstanding listed above does not include items not paid for by city property tax revenue. Does not include a PID Note payable that is the responsiblity of the homeowners in a designated area of the city.

CITY OF CARROLLTON, TEXAS

RATIO OF GENERAL BONDED DEBT OUTSTANDING

Table 11

Last Ten Fiscal Years

(Unaudited)

Fiscal Year	General Obligation Bonds	Certificates of Obligation	Total	Less: Amounts Available in Debt Service Fund (a)	Net General Bonded Debt	Percentage of Actual Taxable Value of Property (b)	Per Capita (c)
2015	172,658,724	-	172,658,724	3,481,833	169,176,891	1.65%	1,351
2016	178,954,418	-	178,954,418	3,856,159	175,098,259	1.58%	1,368
2017	184,737,459	-	184,737,459	3,957,847	180,779,612	1.51%	1,382
2018	189,599,781	-	189,599,781	3,979,314	185,620,467	1.43%	1,403
2019	193,509,604	-	193,509,604	4,279,014	189,230,590	1.27%	1,390
2020	200,504,632	-	200,504,632	4,481,765	196,022,867	1.26%	1,424
2021	204,517,993	-	204,517,993	5,391,089	199,126,904	1.78%	1,429
2022	208,895,344	-	208,895,344	5,447,165	203,448,179	1.21%	1,506
2023	216,582,878	-	216,582,878	5,237,181	211,345,697	1.10%	1,556
2024	221,539,345	-	221,539,345	4,455,247	217,084,098	1.02%	1,591

Notes:

Details regarding the city's outstanding debt can be found in the notes to the financial statements.

[a] This is the amount restricted for debt service principal payments. Government-Wide Statement of Net Position.

[b] See Table 5 for property value data.

[c] See Table 15 for population data.

CITY OF CARROLLTON, TEXAS
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
Current Year
(Unaudited)

Table 12

Governmental Unit (b)	Debt Outstanding	Estimated Percentage Applicable (a)	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Carrollton-Farmers Branch Independent School District	$ 643,675,000	36.94%	$ 237,773,545
Collin County	841,715,000	0.07%	589,201
Collin County Community College	459,865,000	0.07%	321,906
Coppell Independent School District	367,936,196	0.00%	-
Dallas County	198,645,000	2.35%	4,668,158
Dallas County Community College District	527,660,000	2.35%	12,400,010
Dallas County Hospital District	318,675,000	2.35%	7,488,863
Dallas Independent School District	4,064,130,000	1.06%	43,079,778
Denton County	673,670,000	7.60%	51,198,920
Lewisville Independent School District	1,411,915,000	14.58%	205,857,207
Plano Independent School District	886,020,000	0.21%	1,860,642
Valwood Improvement Authority	2,385,000	47.09%	1,123,097
Subtotal, overlapping debt			566,361,325
City of Carrollton (direct debt) (c)	226,525,422	100.00%	226,525,422
Total direct and overlapping debt			$ 792,886,747

Source: City of Carrollton Treasury Office

Notes:
(a) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the entities' taxable assessed value that is with the City's boundaries and dividing by the entities' total taxable assessed value.
(b) Overlapping governments are those that coincide, at least in part with, the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Carrollton. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residential and commercial taxpayer should be taken into account. However, this does not imply that every Carrollton taxpayer is a property owner and therefore responsible for repaying the debt of any particular overlapping government.
(c) Direct Debt outstanding listed above includes SBITA and Leased assets, but does not include items not paid for by city property tax revenue. It does not include a PID Note payable that is the responsiblity of the homeowners in a designated area of the city.

CITY OF CARROLLTON, TEXAS
PLEDGED-REVENUE COVERAGE
Last Ten Fiscal Years
(Unaudited)

Table 13

	Waterworks and Sewer System Revenue Bonds				
Fiscal Year	Total Revenues	Less: Operating Expenses (b)	Net Available Revenue	Average Annual Requirement	Times Coverage
2015 (a)	35,668,929	30,912,620	4,756,309	1,488,696	3.19
2016 (a)	37,738,309	33,738,639	3,999,670	1,460,318	2.74
2017 (a)	40,014,788	35,992,187	4,022,601	1,426,329	2.82
2018 (a)	45,476,534	39,395,153	6,081,381	1,385,524	4.39
2019 (a)	46,192,294	39,869,774	6,322,520	1,142,303	5.53
2020 (a)	49,848,279	40,521,415	9,326,864	1,070,043	8.72
2021 (a)	49,234,955	40,981,730	8,253,225	986,773	8.36
2022 (c)	52,627,371	42,965,413	9,661,958	890,296	10.85
2023 (c)	56,763,268	47,092,413	9,670,855	818,323	11.82
2024 (c)	62,470,556	52,732,327	9,738,229	1,004,012	9.70

Source: Annual Comprehensive Financial Report

Notes:
(a) Includes operating revenues (charges for services and miscellaneous income) and investment income of the Water and Sewer Fund
(b) Includes operating expenses minus depreciation plus transfers out of the Water and Sewer Fund.
(c) Beginning in 2022, transfers in were no longer being included as part of the total operating revenue.

CITY OF CARROLLTON, TEXAS

DIRECT AND CONTRACTUALLY OBLIGATED - PROPERTY TAX AND REVENUE DEBT

Table 14

Last Six Fiscal Years

(Unaudited)

	2024	2023	2022	2021	2020	2019
City of Carrollton - direct debt:						
Paid with property taxes	$ 226,525,422	$ 223,469,393	$ 213,734,999	$ 204,402,993	$ 200,504,632	$ 193,509,604
Paid with dedicated revenues:						
Water and sewer revenues	15,439,592	7,872,133	9,342,308	11,263,730	13,130,153	14,956,434
Total direct debt	241,965,014	231,341,526	223,077,307	215,666,723	213,634,785	208,466,038
Other Entities - contractually obligated to be paid with water and sewer revenues:						
Dallas Water Utilities (DWU)(a)	60,498,606	51,578,376	57,038,446	57,190,532	50,268,153	52,503,899
Trinity River Authority (TRA) - Central Regional Wastewater System (CRWS)(b)	94,695,944	100,293,883	94,333,322	97,381,397	107,365,652	91,360,670
Total contractually obligated debt	$ 155,194,550	$ 151,872,259	$ 151,371,768	$ 154,571,929	$ 157,633,805	$ 143,864,569

Notes:

(a) Carrollton has a "take or pay" contract to purchase potable water on a wholesale basis. Contractually obligated debt is calculated based on Carrollton's Rate of Flow setting as a percent of all wholesale customers applied to total outstanding DWU debt multiplied by the percentage of the DWU system application to wholesale customer activities. Debt numbers are taken from the DWU Wholesale Rate Study.

(b) Carrollton has a contractual obligation to pay its pro rata share of all operating and debt related expenses based on its percentage of flows to the CRWS. Contractually obligated debt is calculated based on the City's percentage of flows to CRWS. In addition, the City is considered an "Obligated part" on all TRA CRWS debt outstanding. As such, it must make continuing disclosures on TRA CRWS debt and contract maturity is automatically extended to the final maturity of outstanding CRWS debt. TRA is a November 30th year end.

CITY OF CARROLLTON, TEXAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Calendar Years
(Unaudited)

Table 15

Year	Estimated Population	Personal Income (thousands of dollars)	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2015	125,250	4,159,678	33,211	35.9	21,158	3.4%
2016	127,980	4,130,299	32,273	36.9	20,058	3.7%
2017	130,820	4,572,682	34,954	36.2	19,797	3.1%
2018	132,330	4,816,150	36,395	37.4	19,500	3.3%
2019	136,170	4,642,852	34,096	36.9	19,317	2.8%
2020	137,650	5,460,576	39,670	37.0	16,127	6.8%
2021	139,350	5,103,554	36,624	37.0	18,058	5.1%
2022	135,110	5,427,098	40,168	37.4	17,849	3.2%
2023	135,801	5,677,025	41,804	37.9	17,430	3.4%
2024	136,479	5,911,315	43,313	40.1	17,027	4.0%

Source: Estimated population provided by the North Central Texas Council of Governments. Per capita income and median age provided by US Census Bureau's American Community Survey. School enrollment (for schools located in Carrollton) provided by Carrollton/Farmers Branch ISD and Lewisville ISD. School enrollment figures for Lewisville ISD include only students living in Carrollton zip codes. Unemployment rates provided by Bureau of Labor Statistics

Note: A delay in census reporting led to population estimates being used in 2020 and 2021. These values were updated in North Central Texas Council of Government's reports and were lower than previous estimates.

CITY OF CARROLLTON, TEXAS
PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago
(Unaudited)

Table 16

2024			2015		
Employer (a)	**Employees**	**Percentage of Total City Employment**	**Employer (a)**	**Employees**	**Percentage of Total City Employment**
Amerisource Bergen	1,350	1.26%	Halliburton Energy Services	1,300	1.73%
Brandt	1,200	1.12%	McKesson Corporation	1,000	1.33%
Western Extrusions	800	0.75%	ACCOR Hospitality	727	0.97%
Securus Technologies	736	0.69%	General AluminumCorporation	700	0.93%
BuzzBallz	626	0.58%	Thomson Reuters	650	0.87%
AER Manufacturing	600	0.56%	Western Extrusions Corporation	600	0.80%
Schneider Electric	574	0.54%	Baylor Medical Center	565	0.75%
G6 Hospitality	500	0.47%	Brandt	550	0.73%
Carrollton Regional Medical Center	472	0.44%	Rudy's Tortillas	500	0.67%
International Paper	450	0.42%	Realpage	500	0.67%
Total	7,308	6.83%(b)		7,092	9.45%(b)

Source: City of Carrollton Economic Development, Direct Company Contact (2024), City of Carrollton ACFR (2015)

Notes:
(a) Listing includes only private sector employers.
(b) Based on estimated Total Labor Force of 107,076 in 2024 and 75,041 in 2015.

CITY OF CARROLLTON, TEXAS
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM Table 17
Last Ten Fiscal Years
(Unaudited)

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Government and Administration	86.0	86.1	88.9	88.9	80.4	87.4	117.2	121.2	127.2	128.2
Public Safety	451.6	457.1	446.1	447.6	451.3	456.3	455.0	464.5	466.5	463.0
Development Services	112.0	113.0	113.0	108.0	108.5	108.5	107.5	109.3	104.3	105.3
Culture and Recreational	118.3	115.8	118.8	118.8	119.25	119.30	119.30	117.00	126.00	127.00
Water and Sewer	52.0	52.0	52.0	58.0	66.0	66.0	66.0	63.7	62.7	62.7
Fleet Services	0.5	0.5	0.5	0.5	0.8	0.8	0.8	0.8	1.8	1.8
Risk Management	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Capital Projects and Special Revenue	6.0	6.0	7.0	8.0	8.0	8.0	8.0	10.0	11.0	11.0
Total	827.4	831.5	827.3	830.8	835.3	847.3	874.8	887.5	900.5	900.0

Source: City Budget Office

NOTE: In FY2021, Information Technology transitioned from an outsourced service to full-time Carrollton staff.

CITY OF CARROLLTON, TEXAS
OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years
(Unaudited)

Table 18

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Public Safety										
Police										
Number of Employees	210	217	221	226	215	231	231	236	234	230
Number of Violations (Citations)	47,594	41,435	35,926	32,361	27,574	29,300	23,181	23,275	18,344	19,210
Fire										
Number of Employees	158	158	173	171	175	175	175	177	177	177
Number of Fire runs	3,350	3,868	3,677	4,048	4,125	4,046	5,255	4,594	4,505	5,652
Number of EMS runs	7,381	7,770	8,093	8,344	8,636	8,738	9,732	10,347	9,967	10,192
Development Services										
Street Resurfacing (miles)	1	5	1	0	2	2	2	6	2	3
Cultural and Recreational										
Parks and Recreation										
Participants in Leisure Service Programs(b)(e)(f)	61,656	36,024	36,781	22,981	40,052	23,127	48,975	47,207	56,225	48,516
Participants in Athletic Programs (d)(f)(j)	79,775	78,216	68,928	59,967	5,286	4,485	-	-	-	-
Library(h)										
Volumes in Collection	193,004	193,453	185,244	183,173	177,667	170,212	159,253	144,475	140,895	141,992
Water and Sewer										
Number of Water Consumers	38,975	36,841	37,168	37,686	37,482	39,300	36,902	37,138	36,730	38,927
Average Daily Water Consumption (gallons)(a)	19,548,000	19,524,000	19,753,000	20,711,000	19,203,000	21,698,000	21,792,000	24,218,000	23,671,000	22,718,000
Maximum Storage Capacity (gallons)	48,000,000	48,000,000	48,000,000	48,000,000	48,000,000	48,000,000	48,075,000	48,575,000	48,575,000	48,575,000
Unaccounted for Water (i)	5.37%	7.17%	7.64%	8.26%	9.91%	6.27%	11.21%	6.40%	10.08%	8.96%
Sanitation (residential)(g)										
Refuse Collected (tons)	36,112	30,062	28,674	28,126	33,638	43,344	35,504	28,755	28,683	30,018
Bulk/Brush Pickups (tons)	7,846	16,611	18,790	18,111	21,772	19,164	18,657	10,186	18,078	18,740
Recyclables Collected (tons)	7,796	7,947	7,800	7,130	6,304	5,580	7,098	7,047	6,626	5,845
Golf Course(c)(f)										
Number of Paid Rounds Played	33,759	16,968	63,312	52,986	37,133	19,398	78,656	95,364	91,076	86,417

Source: City Departments

Notes:

(a) Fiscal Year 2022 Average Daily Water Consumption increased as a result of unseasonably dry weather throughout the spring and summer.
(b) - In 2018, the City's Senior Center participants dropped due to colder weather.
(c) - In Fiscal Year 2016, the Golf Course was closed due to flooding from September to March.
In Fiscal Year 2019, the Golf Course was closed due to repairs from December 18, 2028 to February 7, 2019
In Fiscal Year 2020, the Golf Course was closed or had restricted availablity as a result of the Coronavirus pandemic.
(d) - In Fiscal Year 2019, the Rosemeade Auquatics Center was closed for remodel for the entire season.
(e) - In Fiscal Year 2019, the Leisure Services expanded the number of special events and Senior Center participants returned to normal levels.
(f) - In Fiscal Year 2020, Recreation and Althletic facilities were closed or had restricted availablity as a result of the Coronavirus panedmic.
(g) - In Fiscal Year 2019, Sanitation indicators for the last quarter of 2019 was projected based on previous quarters based on a 36 month average.
(h) - In Fiscal Year 2019, the Library withdrew worn or outdated materials to improve process efficiency and customer service.
In FiscalYear 2020, Library continued to withdraw worn and outdated materials while transitioning to an RFID Security System.
(i) FY2021 - Unaccounted for water increase was a result of broken pipes related to Winter Storm in February 2021.
(j) In FY2021, the Parks & Recreation restructured their department which combined participation into one entity.

CITY OF CARROLLTON, TEXAS
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
Last Ten Fiscal Years
(Unaudited)

Table 19

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Public Safety										
Police Stations	1	1	1	1	1	1	1	1	1	1
Police Patrol Units (a)	36	36	36	36	46	49	51	51	51	51
Police Motorcycle Units	8	8	7	4	2	2	2	2	2	2
Fire Stations	8	8	8	8	8	8	8	8	8	8
Development Services										
Streets- Paved (miles) (b)	1,176	1,176	1,176	1,176	1,068	1,068	1,068	1,121	1,449	1,449
Alleys - Paved (miles)	189	189	189	210	210	210	210	210	220	220
Cultural and Recreational										
Parks (acres)	1,493	1,493	1,493	1,493	1,493	1,493	1,493	1,493	1,493	1,848
Playgrounds	25	25	25	25	29	29	29	29	29	29
Swimming Pools	1	1	1	1	1	1	1	1	1	1
Splash Parks	1	1	2	2	2	2	2	2	2	2
Tennis Courts	29	29	28	28	28	28	27	27	24	24
Pickle Ball Courts	-	-	-	-	-	-	-	4	6	6
Recreation Centers	2	2	2	2	2	2	2	2	2	2
Senior Center	1	1	1	1	1	1	1	1	1	1
Water and Sewer										
Water Mains (miles)	584	584	580	600	612	612	631	631	617	618
Fire Hydrants	5,192	5,278	5,363	5,398	5,398	5,409	5,590	5,590	5,620	5,650
Sanitary Sewers (miles)	417	417	418	425	430	432	432	432	437	437

Source: City Departments

Notes:

(a) Motorcycles have been transitioned to full-size vehicles; an additional patrol beat was added in 2019. PD restructured the departments and transitioned unmarked vehicles to marked vehicles and added an SRO position in 2020.

(b) Pavement Condition Index (PCI) was updated in 2019

CITY OF CARROLLTON, TEXAS
TEXAS MUNICIPAL RETIREMENT SYSTEM
ANALYSIS OF FUNDING PROGRESS AND CONTRIBUTION RATES (FUNDING BASIS)
Last Ten Fiscal Years
(Unaudited)

Table 20

Fiscal Year	(1) Actuarial Value of Assets**	(2) Actuarial Accrued Liability*	(3) Funded Ratio (1/2)	(4) Unfunded Actuarial Accrued Liability	(5) Annual Covered Payroll	(6) UAAL as a Percentage of ACP (4/5)	(7) Total TMRS Required Contribution Rate	(8) Prior Service Portion of the TMRS Rate
2015	334,260,620	356,702,669	93.7%	22,442,049	48,904,096	45.9%	12.45%	4.82%
2016	353,760,083	378,581,941	93.4%	24,821,858	52,561,347	47.2%	11.48%	3.92%
2017	372,404,523	396,236,792	94.0%	23,832,269	52,035,292	45.8%	12.44%	4.03%
2018	393,485,849	414,941,180	94.8%	21,455,331	56,485,201	38.0%	12.38%	3.98%
2019	409,035,774	431,606,390	94.8%	22,570,616	58,218,122	38.8%	11.95%	3.60%
2020	429,681,970	449,427,990	95.6%	19,746,020	58,997,932	33.5%	12.12%	3.79%
2021	452,176,561	466,999,463	96.8%	14,822,902	64,112,408	23.1%	11.84%	3.41%
2022	477,686,020	492,353,030	97.0%	14,667,010	66,684,036	22.0%	10.84%	2.43%
2023	493,679,920	515,220,132	95.8%	21,540,212	67,868,310	31.7%	11.62%	3.26%
2024	514,099,018	534,793,431	96.1%	20,694,413	71,745,124	28.8%	12.13%	3.13%

Source: Texas Muncipal Retirement System

Notes:
* As of December 31 of the preceding year, the date of the actuarial valuation.
** Actuarial value of assets is calculated using 10-year smoothing.

The actuarial accrued liability was calculated using Entry Age Normal actuarial funding method.

Effective in fiscal year 2015, GASB Statement No. 68 "Accounting and Financial Reporting for Pensions" (GASB 68) created two actuarial valuations for pensions; a funding valuation and a reporting valuation. Trend information for the GASB 68 reporting valuation is included as Required Supplementary Information (RSI) immediately following the Notes to Basic Financial Statements. This table contains information on a funding basis only.

CITY OF CARROLLTON, TEXAS

ACTIVE AND RETIREE HEALTH INSURANCE COSTS

Table 21

Last Ten Fiscal Years

(Unaudited)

Fiscal Year	Total Health Plan Expenses	Retiree Expenses	Percentage Retiree Costs to Total	Active Members	Retirees Using City Health Plan	Total TMRS Retirees	Percentage Retirees Using Plan to Total Members	Retiree Contributions	Net Subsidy of Retirees	Subsidy as Percentage of Total Expense	Cost per Active Member	Cost per Retiree
2015	11,560,489	619,770	5.4%	719	41	519	5.4%	473,561	(146,209)	1.3%	15,217	15,116
2016	11,288,978	814,495	7.2%	733	44	545	5.7%	565,829	(248,666)	2.2%	14,290	18,511
2017	12,298,793	1,525,098	12.4%	723	33	574	4.4%	511,443	(1,013,655)	8.2%	14,901	46,215
2018	13,171,180	652,127	5.0%	729	27	606	3.6%	380,906	(271,221)	2.1%	17,173	24,153
2019	11,425,905	741,597	6.5%	721	24	652	3.2%	413,983	(327,614)	2.9%	14,819	30,900
2020	9,928,645	535,969	5.4%	763	21	697	2.7%	388,603	(147,366)	1.5%	12,310	25,522
2021	11,750,790	247,966	2.1%	746	24	737	3.1%	113,431	(134,535)	1.1%	15,419	10,332
2022	10,787,890	108,776	1.0%	740	21	768	2.8%	330,107	221,331	-2.1%	14,431	5,180
2023	11,379,858	(138,494)	-1.2%	745	15	812	2.0%	327,077	465,571	-4.1%	15,461	(9,233)
2024	13,072,879	340,780	2.6%	791	24	836	2.9%	194,898	(145,882)	1.1%	16,096	14,199
Total	$ 116,665,407	$ 5,448,084	4.7%					$ 3,699,838	$ (1,748,246)	1.5%		
Average	$ 11,666,541	$ 544,808		741	27	675	3.6%	$ 369,984	$ 351,894		15,012	18,090

Source: City Records, Third Party Administrator Records, Texas Municipal Retirement System (TMRS)

Notes: During FY 2018, Total Health Plan expenses increased due to claims run out during the change of a third party administrator.
During FY 2022, total healthplan expenses decreased due to the removal of a high cost claimant from the plan and a high level of vacancies from retiree plan.

CONTINUING FINANCIAL DISCLOSURE TABLES
(Unaudited)

The Continuing Financial Disclosure Tables present various financial data originally distributed in a debt official statement. The City is required to update financial tables originally distributed in a debt official statement within six months after the end of each fiscal year. This financial information is provided to the Municipal Securities Rulemaking Board (MSRB) annually via the Electronic Municipal Market Access (EMMA) system.

CARROLLTON

TEXAS

CITY OF CARROLLTON, TEXAS

Continuning Disclosure Tables
Year ended September 30, 2024

Table CD-1
TAX AND DEBT FINANCIAL INFORMATION
(Unaudited)

Tax Year 2024	**Appraised Value of Taxable Property** [1]		$ 29,548,844,381
Less Exemptions:			
	Agricultural Land Use	$ 65,208,369	
	Homestead	2,245,972,488	
	Disabled Veterans	83,105,686	
	Over 65	915,091,817	
	Disabled Persons	26,825,760	
	Totally Exempt	1,570,190,439	
	Freeport	528,718,021	
	Leased Vehicles		
	Capped Value	1,131,022,523	
	Low Income Housing	21,174,271	
	Other Exemptions	11,097,919	
	Total Exemptions		6,598,407,293
Tax Year 2024	**Certified Assessed Valuation** [1]		$ 22,950,437,088
Gross General Obligation Bonded Debt:			
General Purpose Bonds and Certificates (Par Value Only) Projected as of 9/30/2025			$ 208,660,000
Less: General Obligation Interest & Sinking Fund Balances as of 09/30/2024[2]			5,423,039
Net General Obligation Bonded Debt			$ 203,236,961
Ratio of Gross General Obligation Bonded Debt to 2024 Taxable Valuation			0.91%
Ratio of Net General Obligation Bonded Debt to 2024 Taxable Valuation			0.89%

2020 Census Population - 133,251
2024 Estimated Population - 136,479
Per Capita Taxable Valuation - $168,161
Per Capita Gross General Obligation Bonds Bonded Debt - $1,529
Per Capita Net General Obligation Bonds Bonded Debt - $1,489

(1) Certified tax roll provided by the Dallas Central, Denton Central, and Collin Central Appraisal Districts (the "Appraisal Districts") in July 2024. The certified roll is the official tax value for the fiscal year, although it is subject to change as supplemental information is reported to the City by the Appraisal Districts throughout the year. The City used an estimated taxable valuation of $22,604,957,586 which includes an increase of $107,714,154 for estimated valuation on property under protest less $453,193,656 of the incremental value assigned to the City's Tax Increment Reinvestment Zone.

(2) Debt service fund balance at end of year per Debt Service Fund Schedule of Revenues, Expenditures, and Changes in Fund Balances, GAAP Basis.

Source: City of Carrollton

TABLE CD-2
VALUATION AND FUNDED DEBT HISTORY
(Unaudited)

Fiscal Year	Taxable Valuation [1]	% Valuation Increase/Decrease Over Prior Year (100% of Market Value Basis)	Funded Debt Outstanding At Year End	Ratio Funded Debt to Taxable Valuation %
2015/16	$ 11,086,019,064	7.83%	$ 165,015,000 [2]	1.49%
2016/17	11,944,206,839	7.74%	170,030,000 [2]	1.42%
2017/18	13,004,287,702	8.88%	174,275,000 [2]	1.34%
2018/19	14,235,500,120	9.47%	173,540,000 [2]	1.22%
2019/20	15,511,037,472	8.96%	182,420,000 [2]	1.18%
2020/21	15,869,999,604	2.31%	179,375,000 [2]	1.13%
2021/22	16,853,486,584	6.20%	184,710,000 [2]	1.10%
2022/23	19,135,581,543	13.54%	190,470,000 [2]	1.00%
2023/24	21,320,848,649	11.42%	195,050,000 [2]	0.91%
2024/25	22,950,437,088	7.64%	208,660,000 [3]	0.91%

(1) Taxable Valuation based on intial Certified Tax Values. Amounts do not include disputed property values at time of tax roll certification.

(2) Amount reflects outstanding par amount only at fiscal year end.

(3) Amount reflects outstanding par amount plus the 2025 bond issuance of $33,000,000 at par.

TABLE CD-3

TOTAL TAXABLE VALUATION BY CATEGORY [1]
(Unaudited)

	Real Property		Personal & Other Property		
Fiscal Year	Taxable Valuation	% of Total	Taxable Valuation	% of Total	Total Taxable Valuation
2015/16	8,943,251,454	81%	2,142,767,610	19%	11,086,019,064
2016/17	9,676,011,654	81%	2,268,195,185	19%	11,944,206,839
2017/18	10,647,777,273	82%	2,356,510,429	18%	13,004,287,702
2018/19	11,773,812,429	83%	2,461,687,691	17%	14,235,500,120
2019/20	12,832,632,201	83%	2,678,405,271	17%	15,511,037,472
2020/21	13,041,776,312	82%	2,828,223,292	18%	15,869,999,604
2021/22	13,970,258,259	83%	2,883,228,325	17%	16,853,486,584
2022/23	15,906,035,930	83%	3,229,545,613	17%	19,135,581,543
2023/24	17,995,459,239	84%	3,325,389,410	16%	21,320,848,649
2024/25	19,611,245,916	85%	3,339,191,172	15%	22,950,437,088

(1) Source: Dallas Central, Denton Central and Collin Central Appraisal Districts.

CITY OF CARROLLTON, TEXAS

Continuing Disclosure Tables
Year ended September 30, 2024

TABLE CD-4

TOTAL APPRAISED VALUATION BY CATEGORY[1]

(Unaudited)

Property Use Category	Tax Year 2024	Tax Year 2023	Tax Year 2022	Tax Year 2021	Tax Year 2020
Real, Residential, Single Family, and Mobile Homes Real	$ 15,304,749,771	$ 14,851,704,682	$ 12,412,788,589	$ 10,280,684,597	$ 9,719,635,877
Residential, Multiple Family	3,226,962,016	2,988,748,460	2,642,321,481	2,220,965,526	2,121,063,077
Real, Vacant Lots/ Tracts	183,440,258	190,683,578	193,658,339	189,818,844	188,819,991
Real, Acreage (Land Only)	65,366,133	66,182,562	64,274,213	58,416,485	60,816,853
Real, Commercial, Industrial and Utilities	5,436,785,419	4,789,929,047	4,419,456,790	3,980,536,656	3,900,831,527
Tangible Personal, Commercial Industrial and Utilities	3,839,498,715	4,039,144,240	3,781,844,634	3,848,926,523	3,870,808,969
Tangible Personal, Special Inventory Other	81,553,029	84,416,270	74,360,841	63,131,869	74,290,228
Total Appraised Valuation[1] [2]	$ 28,138,355,341	$ 27,010,808,839	$ 23,588,704,887	$ 20,642,480,500	$ 19,936,266,522
Total Exempt Property	1,597,938,281	1,502,928,177	1,388,854,893	1,052,573,091	1,022,196,382
Disputed ARB/ ERV Market Value	(187,449,241)	(351,990,675)	(506,420,525)	(566,411,210)	(858,704,137)
Total Market Value	$ 29,548,844,381	$ 28,161,746,341	$ 24,471,139,255	$ 21,128,642,381	$ 20,099,758,767
Productivity Loss	(65,208,369)	(66,077,301)	(64,169,653)	(58,312,564)	(57,080,964)
Homestead Cap	(1,131,022,523)	(1,585,472,640)	(784,876,003)	(117,119,165)	(134,939,417)
Exemptions	(5,402,176,401)	(5,189,347,751)	(4,486,512,056)	(4,099,724,068)	(4,037,738,782)
Total Property Exemptions	$(6,598,407,293)	$(6,840,897,692)	$(5,335,557,712)	$(4,275,155,797)	$(4,229,759,163)
Certified Assessed Valuation	$ 22,950,437,088	$ 21,320,848,649	$ 19,135,581,543	$ 16,853,486,584	$ 15,869,999,604

(1) The Total Appraised Valuation consists of the market valuation of all property within the City including property under protest, before exemption, and is determined by the Appraisal Districts each July. Certain items of classification have been combined in order to provide a consistent basis of comparison with the presentation from prior years. Amounts include certified values and estimated property under protest, and do not include value for totaly exempt properties

(2) Represents gross values, prior to exemptions.

Source: Dallas, Denton, and Collin County Central Appraisal Districts.

TABLE CD-5
PERCENTAGE TOTAL APPRAISED VALUATION BY USE CATEGORY
(Unaudited)

Property Use Category	2024	2023	2022	2021	2020
Real Property					
Single-Family Residential	54.4%	55.0%	52.6%	49.8%	48.8%
Multi-Family Residential	11.5%	11.1%	11.2%	10.8%	10.6%
Vacant Lots/Tracts	0.7%	0.7%	0.8%	0.9%	0.9%
Acreage-Land Only	0.2%	0.2%	0.3%	0.3%	0.3%
Commercial, Industrial, and Utilities	19.3%	17.7%	18.7%	19.3%	19.6%
Tangible Personal Property					
Commercial, Industrial, and Utilities	13.6%	15.0%	16.0%	18.6%	19.4%
Other	0.3%	0.3%	0.3%	0.3%	0.4%
Total	100.0%	100.0%	100.0%	100.0%	100.0%

TABLE CD-6
PROPERTY TAX RATES, LEVIES AND COLLECTIONS
(Year Ended 9-30)

(Unaudited)

Fiscal Year Ended	Tax Rate Distribution: Total Tax Rate	Tax Rate Distribution: Operating/ General Fund	Tax Rate Distribution: Interest and Sinking Fund	Adjusted Tax Levy for Fiscal Year[1]	Percent of Current Collections	Percent of Total Collections
2015/16	0.612875	0.420043	0.192832	67,447,148	100.36 %	99.85 %
2016/17	0.603700	0.425787	0.177913	73,172,320	99.75 %	99.87 %
2017/18	0.599700	0.427790	0.171910	78,777,091	99.76 %	99.83 %
2018/19	0.594970	0.430220	0.164750	85,263,360	99.84 %	99.86 %
2019/20	0.589970	0.438870	0.151100	91,565,684	99.94 %	99.80 %
2020/21	0.587500	0.441146	0.146354	96,880,731	99.53 %	99.85 %
2021/22	0.582500	0.442807	0.139693	99,723,481	99.79 %	99.80 %
2022/23	0.562500	0.417274	0.145226	106,810,261	100.66 %	99.67 %
2023/24	0.553750	0.408525	0.145225	117,475,455	99.08 %	99.08 %
2024/25	0.538750	0.393162	0.145588	120,451,216	[2]	[2]

Source: City of Carrollton.

(1) Adjusted Tax Levy and Collections at Fiscal Year End.

(2) In process of collection.

CITY OF CARROLLTON, TEXAS

Continuing Disclosure Tables
Year ended September 30, 2024

TABLE CD-7
TOP TEN TAXPAYERS
Fiscal Year 2025
(Unaudited)

Name	Nature of Property	Total Taxable Value [1]	% of Total Taxable Value
1 Avalon West Plano LP	Apartments	$ 139,000,000.00	0.61%
2 Sreit Castle Hills LLC	Apartments	116,838,764.00	0.51%
3 Prologis LP	Technology	109,338,940.00	0.48%
4 Texas Dugan LTD P/S	Real Estate	101,911,120.00	0.44%
5 4253 Hunt Drive LLC	Apartments	101,500,000.00	0.44%
6 Mansions at Sunset Ridge	Apartments	95,055,583.00	0.41%
7 Huffines Boulevard Owner LLC	Apartments	89,000,000.00	0.39%
8 IBM Corporation	Technology	88,426,704.00	0.39%
9 IMP Castle Hills LP	Apartments	83,200,000.00	0.36%
10 Oncor Electric Delivery	Utilities	79,527,770.00	0.35%
Total		$ 1,003,798,881	4.37%

(1) Total taxable value including real and personal property is $22,950,437,088
Source: Dallas & Denton County Tax Office, City Report of Property Value, 2024 (Fiscal Year 2025)

TABLE CD-8
DEBT SERVICE FUND MANAGEMENT INDEX
(Unaudited)

General Obligation Debt Service Requirements, Fiscal Year Ending 9/30/25		$ 28,184,641 [1]
Debt Service Fund, All General Obligation Issues 9/30/24 [2]	$ 5,423,039	
Budget for Fiscal Year 2024/25 Debt Service Fund Tax Levy @ 100% Collection	32,910,224	38,333,263
Estimated Debt Service Fund Balance, Fiscal Year Ending 9/30/25		$ 10,148,622

(1) Includes bonds to be issued in 2024. Preliminary, subject to change
(2) Debt Service Fund balance at Fiscal Year End as of September 30, 2024 GAAP Basis

TABLE CD-9
TAX ADEQUACY WITH RESPECT
TO THE CITY'S OUTSTANDING TAX SUPPORTED GENERAL OBLIGATION BONDS
(Unaudited)

Principal and Interest Requirements, Fiscal Year Ending September 30, 2025	$	28,184,641
$0.145588 Tax Rate @ 100% Collection [1]		32,910,224

(1) Calculation based on 2024/25 taxable value of $22,604,957,586 which is calculated as: certified assesed valuation of $22,950,437,088 plus estimated valuation of property under protest of $107,714,154 less the incremental value assigned to the City's Tax Increment Reinvestment Zone of $453,193,656.

TABLE CD-10
MUNICIPAL SALES TAX
(Unaudited)

The City has adopted the provision of V.T.C.A., Tax Code, Chapter 321, as amended, which grants the City the power to impose and levy a 1% Local Sales and Use Tax within the City. The proceeds are credited to the General Fund and may not be pledged to debt service and are not pledged to the payment of the Bonds. Collections and enforcement are effected through the offices of the Comptroller of Public Accounts, State of Texas, who remits the proceeds of the tax, after deduction of a 2% service fee, to the City monthly.

Fiscal Year Ended 9/30	Total Collected		Percentage of Adjusted Ad Valorem Tax Levy		Equivalent of Ad Valorem Tax Rate		Per Capita	
2016	34,553,336		51.23%	[1]	0.313977	[1]	269.99	
2017	36,626,570		50.06%	[1]	0.302183	[1]	279.98	
2018	39,632,629		50.31%	[1]	0.301708	[1]	299.50	
2019	39,603,512		46.45%	[1]	0.276354	[1]	290.84	
2020	39,836,732		43.51%	[1]	0.256673	[1]	289.41	
2021	45,814,938	[3]	47.29%	[1]	0.277829	[1]	328.78	
2022	48,413,698		48.55%	[1]	0.282792	[1]	358.33	
2023	50,203,763		47.00%	[1]	0.264390	[1]	369.69	
2024	49,307,475		41.83%	[1]	0.231620	[1]	361.28	[2]
2025	46,642,280	[4]	38.72%	[1]	0.208620	[1]	277.37	[2]

[(1)] Based on 98% collection rate of the total tax levy used for budget proposes through Fiscal Year 2016, 98.5% from Fiscal Year 2017 to 2019, 99.5% in Fiscal Year 2020, 98% (100% for Debt Service fund) in Fiscal Year 2021 and 98.5% (100% for Debt Service fund) in Fiscal Year 2022 through 2025.

[(2)] Based on estimated population of 136,479 as of September 30, 2024.

[(3)] FY 2021 includes thirteen (13) months of sales tax collections to accrue September 2021 taxes received in November 2021. Future fiscal years will continue to include twelve months of sales tax receipts.

Note: The total sales tax and use tax rate is the City is 8 1/4%, of which 1% is imposed by the City, as described above 1% is imposed by the Dallas Area Rapid Transit authority, of which the City is a member city, and 6 1/4% is imposed by the State of Texas. These amounts do not include City sales tax collected on City services and mixed beverage taxes

[(4)] Projected amount, not actual. Based on City of Carrollton budget projections.

TABLE CD-11
COMPARATIVE MONTHLY SALES TAX COLLECTIONS [1]
(Unaudited)

Month	2024-2025		2023-2024	2023-2022	2022-2021
October	$ 4,616,433		$ 3,927,993	$ 4,281,206	$ 3,733,305
November	3,509,442	[2]	4,163,271	3,863,343	3,617,036
December	4,176,925	[2]	4,606,238	4,656,095	4,470,246
January	3,412,025	[2]	3,666,003	3,702,087	3,781,584
February	3,076,781	[2]	3,346,387	3,610,928	3,217,532
March	4,179,985	[2]	4,544,346	3,950,709	4,655,522
April	3,832,030	[2]	3,933,840	4,517,070	3,487,285
May	3,699,244	[2]	3,960,937	4,049,132	4,076,926
June	4,275,880	[2]	4,430,816	4,802,037	4,214,451
July	3,871,645	[2]	4,413,058	3,987,156	4,172,089
August	3,845,368	[2]	4,026,702	4,038,213	4,356,323
September	4,146,522	[2]	4,287,882	4,745,787	4,631,399
	$ 46,642,280		$ 49,307,475	$ 50,203,763	$ 48,413,698

Source: Comptroller of Public Accounts; City of Carrollton

[(1)] Amount does not include mixed beverage and sales taxes on City services.

[(2)] Projected amount, not actual. Based on City of Carrollton budget projections. Based on year to date sales tax collections, which for the first month of the fiscal year have been 15.96% over the original budget and 8.25% below prior year actual collections. Due to the volatility of sales tax revenues, the City adopted a financial policy in early 2013 to mitigate the risk of volatility. Such policy identifies amounts in excess of budgeted sales tax collections as a non-recurring revenue source, which is dedicated to fund capital improvement projects, and is not reflected as a source of operating revenues for the General Fund. Beginning in Fiscal Year 2019, the City adopted a new policy stating that the capped sales tax will not be allowed to grow more than 8% over the previous year's capped amount, while limiting the percentage of total sales tax spent for recurring items at 75%, with the remaining 25% on one-time non-recurring purposes.

TABLE CD-12
OUTSTANDING DEBT SERVICE REQUIREMENTS
GENERAL OBLIGATION DEBT
(Unaudited)

$33,000,000 (1)
General Obligation Improvement Bonds

Fiscal Year	Existing Debt Service		Series 2025			Total Debt Service
Ended 9/30	Principal	Interest	Principal	Interest	Total Debt Service	Requirements
2025	19,390,000	8,794,641	-	-	-	28,184,641
2026	19,285,000	7,743,265	4,675,000	2,048,750	6,723,750	33,752,015
2027	18,750,000	6,812,915	1,445,000	1,416,250	2,861,250	28,424,165
2028	18,140,000	5,960,765	1,520,000	1,344,000	2,864,000	26,964,765
2029	17,805,000	5,121,959	1,595,000	1,268,000	2,863,000	25,789,959
2030	16,765,000	4,330,246	1,675,000	1,188,250	2,863,250	23,958,496
2031	15,775,000	3,601,878	1,755,000	1,104,500	2,859,500	22,236,378
2032	14,195,000	2,915,078	1,845,000	1,016,750	2,861,750	19,971,828
2033	12,980,000	2,317,215	1,935,000	924,500	2,859,500	18,156,715
2034	11,400,000	1,801,740	2,035,000	827,750	2,862,750	16,064,490
2035	10,055,000	1,352,570	2,135,000	726,000	2,861,000	14,268,570
2036	7,340,000	936,730	2,240,000	619,250	2,859,250	11,135,980
2037	5,945,000	638,620	2,355,000	507,250	2,862,250	9,445,870
2038	4,750,000	361,250	2,470,000	389,500	2,859,500	7,970,750
2039	2,475,000	123,750	2,595,000	266,000	2,861,000	5,459,750
2040	-	-	2,725,000	136,250	2,861,250	2,861,250
	$ 195,050,000	$ 52,812,621	$ 33,000,000	$ 13,783,000	$ 46,783,000	$ 294,645,621

(1) Estimated 2025 debt issuance. Assumed rate of 4.99%

TABLE CD-13
AUTHORIZED BUT UNISSUED GENERAL OBLIGATION BONDS [1]
(Unaudited)

Authorization Purpose	Authorization Date	Amount Authorized	Prior Issuance	2024 Bonds [2]	Balance Unissued
Street Improvements & Traffic Flow	11/08/22	$ 102,450,000	$ 30,995,000	$ 26,300,000	$ 45,155,000
Public Safety Facilities Improvements	11/08/22	8,800,000	-	1,000,000	7,800,000
Parks & Recreation Improvements	11/08/22	18,900,000	10,000,000	5,700,000	3,200,000
Animal Shelter Facilities Improvements	11/08/22	4,800,000	-	-	4,800,000
Trail Improvements	11/08/22	2,000,000	1,700,000	-	300,000
		$ 136,950,000	$ 42,695,000	$ 33,000,000	$ 61,255,000

(1) This schedule reflects authorizations which have remaining balances outstanding. Prior authorizations have been completely utilized and are reflected in the total debt outstanding.

(2) Preliminary, subject to change. The 2025 Bonds assume use of par and premium against authorization.

CITY OF CARROLLTON, TEXAS

Continuing Disclosure Tables
Year ended September 30, 2024

TABLE CD-14

GENERAL FUND [1] COMPARATIVE STATEMENT OF REVENUES AND EXPENDITURES
(Unaudited)

	2024	2023	2022	2021	2020
Fund Balance -					
Beginning of Year	$ 64,669,010	$ 84,975,341	$ 55,272,812	$ 40,567,720	$ 30,737,701
Revenues:					
Taxes & Franchise Fees	132,540,255	132,992,785	125,901,695 [2]	119,126,658	105,225,686
Wireless 911 fees	1,874,111	1,078,814	1,164,967	1,178,780	1,071,761
Charges for Services	5,990,336	5,667,796	6,338,012	5,199,239	4,692,777
Fines and Forfeitures	2,980,882	2,651,485	3,203,560	3,051,687	2,828,801
Investment Income	5,854,614	4,783,473	(1,694,404)	403,197	1,317,474
Licenses and Permits	2,250,450	2,644,583	3,087,566	2,757,109	2,640,242
Intergovernmental	225,234	1,416,013	12,234,388	6,739,738	7,985,045
Miscellaneous	413,403	314,776	355,112	582,020	538,171
Total Revenues	152,129,285	151,549,725	150,590,896	139,038,428	126,299,957
Expenditures:					
General Government and Administration	24,061,506	21,488,582	20,478,164	19,662,154	19,597,405
Development Services	13,153,759	9,818,879	11,859,954	11,611,302	10,726,575
Public Safety	78,120,944	69,954,555	67,516,215	67,160,136	63,991,068
Cultural and Recreation	15,746,515	14,601,481	12,945,140	12,228,224	11,813,834
Net Transfers/Other Financing	26,613,464	53,716,183	7,534,122	13,671,520	10,341,056
Debt Service	2,210,088	2,276,376	554,772	-	-
Total Expenditures	159,906,276	171,856,056	120,888,367	124,333,336	116,469,938
Excess/Deficiency of Revenues over Expenditures	(7,776,991)	(20,306,331)	29,702,529	14,705,092	9,830,019
Fund Balance - End of Year (3)	$ 56,892,019	$ 64,669,010	$ 84,975,341	$ 55,272,812	$ 40,567,720

(1) The General Fund is the main operating fund of the City, used to account for all finacial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in the General Fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund. The General Fund includes most of the basic operating services such as fire and police protection, environmental services, parks and recreation, libraries and street maintenance.

(2) Fiscal Year 2021 includes thirteen (13) months of sales tax collections to accrue September 2021 taxes received in November 2021. Future fiscal years will continue to include twelve months of sales tax receipts.

(3) The City will periodically draw down fund balance to more closely reflect its 60-day of expenditures policy. Draw downs are accomplished through transfers to the Capital Projects fund.

CITY OF CAROLLTON, TEXAS

Continuing Disclosure Tables
Year ended September 30, 2024

TABLE CD-15
GENERAL FUND
CURRENT OPERATIONS
(Unaudited)

On September 10, 2024 , the 2024-25 budget was adopted by the City Council. The following General Fund Operating Budget is presented on a budget basis presentation.

Revenues	2023-2024 Actual [1]	2024-2025 Adopted Budget [3]	2024-2025 Current Estimate [2]
Property Taxes	$ 71,339,323	$ 74,223,937	$ 74,366,267
Sales and Use Taxes	49,712,275	45,973,518	46,942,548
911 Taxes	1,874,111	1,082,742	1,082,742
Franchise Fees	12,009,311	11,658,025	11,658,024
Licenses and Permits	2,220,950	2,615,969	2,538,381
Charges for Services	5,754,160	5,675,378	5,949,209
Fines and Forfeiture	2,719,196	2,635,397	2,693,174
Other Revenues	581,602	726,659	715,340
Investment Income	4,237,264	2,919,995	2,919,995
Transfers In	2,611,757	2,934,577	2,749,910
Total Revenues	$ 153,059,949	$ 150,446,197	$ 151,615,591
Expenditures			
Personnel Services	79,414,582	$ 84,900,655	$ 84,900,655
Supplies and Services	20,343,361	20,599,621	20,599,621
Utilities	2,595,980	2,632,693	2,632,693
Allocations	23,846,788	26,260,133	26,260,133
Capital Outlay	3,067,480	1,736,593	1,736,593
Transfers Out	29,918,575	32,577,525	32,577,525
Total Expenditures	$ 159,186,766	$ 168,707,220	$ 168,707,220

(1) For annual budget purposes, the City utilizes an Administrative Services Fund for internal allocation of overall costs. For year-end financial reporting purposes, this fund is consolidated with the General Fund in the Annual Comprehensive Financial Report. The above figures represent only the General Fund as presented in the annual budget and do not include consolidation of the Administrative Services Fund.

(2) As of November 30, 2024. City Staff monitors actual revenues and expenditures monthly and revisions are made to forecasted budget numbers as necessary to reflect changes in the economy and changes in laws or regulations that might affect operations.

(3) The City will periodically draw down fund balance to more closely reflect its 60-day of expenditure target. This is accomplished through transfers to the Capital Projects fund. Recurring sources and uses will remain in balance.

TABLE CD-16
CURRENT INVESTMENTS
(Unaudited)

As of September 30, 2024 the following percentages of the City's investable funds were invested in the following investment categories and the weighted average maturity of the total City portfolio was 1.29 years.

Type of Investment	Fair Market Value	Percentage
Coupon Agencies	$ 188,367,834	44.61%
Municipal Bonds	86,387,939	20.46%
Treasuries	56,197,788	13.31%
Government Pools [1]	91,322,959	21.63%
Total Securities	$ 422,276,520	100.00%

(1) The City's government pool investments are in the Texas Local Government Investment Pools ("TexPool") the Local Government Investment Cooperative ("LOGIC"), the Texas Cooperative Liquid Assets Securities System Trust ("TexasCLASS") and the TexasTERM Local Government Investment Pool ("TexasDaily"). All investment pools are rated AAAm by S&P and operate in a manner consistent with Chapter 2256, Texas Government Code.

TABLE CD-17
WATER & WASTEWATER SYSTEM
REVENUE BOND DEBT SERVICE REQUIREMENTS
(Unaudited)

Fiscal Year Ended 30-Sep	Existing Debt Principal	Existing Debt Interest	Total Debt Service Requirements
2025	815,000	603,431	1,418,431
2026	795,000	618,850	1,413,850
2027	830,000	579,100	1,409,100
2028	875,000	537,600	1,412,600
2029	915,000	493,850	1,408,850
2030	960,000	454,550	1,414,550
2031	1,000,000	413,300	1,413,300
2032	1,045,000	370,300	1,415,300
2033	1,085,000	325,350	1,410,350
2034	1,135,000	278,650	1,413,650
2035	365,000	229,750	594,750
2036	385,000	211,500	596,500
2037	405,000	192,250	597,250
2038	420,000	172,000	592,000
2039	445,000	151,000	596,000
2040	465,000	128,750	593,750
2041	490,000	105,500	595,500
2042	515,000	81,000	596,000
2043	540,000	55,250	595,250
2044	565,000	28,250	593,250
Totals	**$ 14,050,000**	**$ 6,030,231**	**$ 20,080,231**

TABLE CD-18
WATER AND WASTEWATER SYSTEM OPERATING STATEMENT AND REVENUE BONDS COVERAGE
(Unaudited)

	Fiscal Year Ending September 30				
	2024	**2023**	**2022**	**2021**	**2020**
Revenues [1]	$ 62,470,556	$ 56,763,268	$ 52,627,371	$ 49,234,955	$ 49,848,279
Expenses:					
Personnel Services	5,066,226	4,886,490	3,714,564	3,765,284	3,983,596
Supplies and Services	39,648,850	34,109,046	31,718,521	30,287,031	30,109,494
Utilities	1,399,926	1,035,456	906,878	885,921	1,011,379
Allocations	1,588,408	1,679,902	1,202,288	1,033,616	774,800
Provision for Doubtful accounts	-	-	-	89,923	89,923
Transfers Out	5,028,917	5,381,519	5,423,162	4,919,956	4,552,223
Total Expenses	52,732,327	47,092,413	42,965,413	40,981,731	40,521,415
Net Available for Debt Service	$ 9,738,229	$ 9,670,855	$ 9,661,958	$ 8,253,224	$ 9,326,864
Customer Count Water/Sewer	38,927	36,730	37,138	36,902	37,482
Average Annual Debt Service	$ 1,004,012	818,323	$ 890,296	$ 986,773	$ 1,070,043
Times of the Average Annual Debt Service	9.70	11.82	10.85	8.36	8.72

Average Annual Debt Service - 2024/2044	$ 1,004,012
Coverage of Average Annual Debt Service at 9/30/24 Net Available	$ 9.70
Maximum Annual Debt Service - 2024/2044	1,418,431
Coverage of Maximum Annual Debt Service at 9/30/24 Net Available	$ 6.87

(1) Fiscal Year 2023 excludes the $11 million transfer and Fiscal Year 2024 excludes the $1.25 million transfer from the General Fund to the Utility Fund as these transfers do not meet the definition of revenue for operating bonds.

TABLE CD-19
FUND BALANCES
(As of September 30, 2024)
(Unaudited)

Reserve Fund	$ 995,097
Interest and Sinking Fund	569,859
Total Fund Balances	**$ 1,564,956**

TABLE CD-20
WATER AND WASTEWATER OPERATING FUND
SUMMARY OF BUDGETED REVENUES AND EXPENDITURES
(Unaudited)

	2023-2024 Actual [1]	2024-2025 Adopted Budget [1] [2]
Beginning Operating Funds	$ 21,220,214	$ 15,978,736
Revenues		
Water Sales & Charges	33,964,204	34,265,495
Sewer Sales & Charges	23,456,329	22,305,177
Rate Increase	-	3,077,416
Tag & Reconnect Fees	112,020	450,000
Industrial Surcharge	212,442	315,000
Backflow Prevention Charges	227,420	220,000
Investment Income	946,076	926,465
Miscellaneous	226,490	175,000
Transfers In	-	-
Total Revenues	$ 59,144,981	$ 61,734,553
Total Funds Available	$ 80,365,196	$ 77,713,289
Expenditures		
Personnel Services	4,263,465	5,156,860
Supplies and Services	36,227,208	39,851,492
Utilities	1,392,918	1,159,195
Allocations	6,097,316	6,960,401
Capital Outlay	29,770	33,592
Transfers Out	12,337,001	9,494,921
Total Expenditures	$ 60,347,678	$ 62,656,461
Ending Operating Funds	$ 20,017,518	$ 15,056,828

(1) Budget basis.

(2) Includes a projected average increase of 7.25% on water and sewer rates effective 1/1/2025.

TABLE CD-21
UTILITY PLANT IN SERVICE
(As of September 30, 2024)
(Unaudited)

Land	$ 1,334,929
Utility Plant	305,532,241
Equipment and Intangibles [1]	9,831,542
Construction in Progress	791,205
Total Capital Assets	317,489,917
Less Accumulated Depreciation	(190,419,890)
Net Utility Plant in Service	**$ 127,070,027**

(1) Reflective of SBITA assets beginning in FY2023.

TABLE CD-22
WATER AND WASTEWATER FUND
CITY'S EQUITY IN SYSTEM
(Unaudited)

	Fiscal Year Ending September 30				
	2024 [1]	**2023**	**2022**	**2021**	**2020**
Water & Wastewater System in Service	$ 317,489,917	$ 310,968,962	$ 300,619,285	$ 289,667,747	$ 280,501,602
Reserve for Depreciation	(190,419,890)	(183,851,745)	(177,584,728)	(171,743,760)	(166,255,601)
Net plant in Service	127,070,027	127,117,217	123,034,557	117,923,987	114,246,001
Construction Funds Net Position	43,465,810	31,875,262	21,546,082	19,657,568	21,556,852
Net Plant in Service and Coming on Line	170,535,837	158,992,479	144,580,639	137,581,555	135,802,853
Plus Other Assets/Deferred Outflows of Resources	1,159,979	2,060,328	1,588,675	301,981	319,467
Plus Operating Working Capital	21,187,902	21,220,449	18,199,375	16,799,770	14,811,155
Assets and Deferred Outflows of Resources Net of Current Liabilities and Debt Reserves	192,883,718	182,273,256	164,368,689	154,683,306	150,933,475
Long Term Debt	14,624,593	7,357,133	7,858,502	9,318,940	11,287,068
Less Debt Reserves	(995,097)	(818,323)	(890,296)	(986,773)	(1,070,043)
Net Long Term Debt	13,629,496	6,538,810	6,968,206	8,332,167	10,217,025
Plus Other Liabilities/ Deferred Inflows of Resources	3,321,887	4,153,764	2,211,785	934,752	572,148
Total Obligations and Deferred Inflows of Resources	16,951,383	10,692,574	9,179,991	9,266,919	10,789,173
City's Equity in System	$ 175,932,335	$ 171,580,682	$ 155,188,698	$ 145,416,387	$ 140,144,302
% Equity	91.21%	94.13%	94.42%	94.01%	92.85%

(1) Includes SBITA assets & liabilities

TABLE CD-23
TOP TEN WATER CUSTOMERS
AS OF 9/30/2024
(Unaudited)

	Name	Type	Revenues	% of Total Water Revenues [1]
1	Western Extrusions Inc	Manufacturing	$ 648,579	1.91%
2	Carrollton-Farmers Branch ISD	School District	$ 556,005	1.64%
3	Creekside 121 Apartments	Apartments	$ 293,400	0.86%
4	Bellavista	Apartments	$ 283,823	0.84%
5	Walnut Plaza DFW LLC	Apartments	$ 265,309	0.78%
6	Sreit Castle Hills LLC	Apartments	$ 257,996	0.76%
7	Frankel Family Trust	Apartments	$ 251,643	0.74%
8	Lewisville ISD	School District	$ 246,453	0.73%
9	Teasdale Foods Inc	Manufacturing	$ 243,612	0.72%
10	Post Greentree, LLC	Apartments	$ 232,609	0.68%
	TOTAL		**$ 3,279,429**	**9.66%**

(1) Total water revenues from October 1, 2023 through September 30, 2024 was $33,964,204.
Source: City of Carrollton Utility Customer Service Department.

TABLE CD-24
WATER USAGE
(Unaudited)

Fiscal Year Ended 9/30	Average Daily Use In Gallons		Maximum Daily Use In Gallons		Total Gallons for Year
2015	19,548,000		41,609,000		7,151,918,000
2016	19,524,000		35,439,000		7,126,366,000
2017	19,753,000		29,339,000		7,209,845,000
2018	20,711,000		37,720,000		7,578,297,000
2019	19,203,000		37,735,000		7,410,532,000
2020	21,698,000		38,799,000		7,953,874,000
2021	21,792,000		37,337,000		7,962,892,000
2022	24,218,000	[1]	48,423,000	[1]	8,864,496,000
2023	23,671,000		43,253,000		8,679,414,000
2024	22,718,000		40,141,000		8,326,811,000

Source: City of Carrollton Water Distribution Department.

(1) Fiscal Year 2022 daily use increase as a result of unseasonably dry weather throughout the spring and summer.

TABLE CD-25

WATER & WASTEWATER RATES [1]

(Unaudited)

Monthly Water Rates:		
Minimum monthly charge, including the first 2,000 gallons of use:		
Single-family residential domestic and irrigation use	$	16.40
Commercial (including apartments and portable meters), industrial and commercial irrigation use:		
5/8" meter	$	17.07
1" meter		26.30
1.5" meter		41.73
2" meter		60.23
3" meter		109.52
4" meter		165.00
6" meter		319.14
8" meter		504.10
10" meter		719.89
Fire Line regardless of size		82.47
Use over the 2,000 gallons included in the minimum monthly charge:		
Single-family residential domestic use:		
Meter Readings from October through April:		
All Over 2,000 gallons (per 1,000 gallons)	$	3.92
Meter Readings from May through September:		
Next 8,000 gallons (per1,000 gallons)		3.92
All Over 15,000 gallons (per 1,000 gallons)		5.27
All Over 25,000 gallons (per 1,000 gallons)		6.57
Irrigation use:		
Next 23,000 gallons (per 1,000 gallons)	$	4.21
Next 25,000 gallons (per 1,000 gallons)		5.02
Next 50,000 gallons (per 1,000 gallons)		5.69
Next 100,000 gallons (per 1,000 gallons)		6.40
All use over 200,000 gallons (per 1,000 gallons)		7.14
Commercial use (including apartments and portable meters):		
All use over 2,000 gallons (per 1,000 gallons)	$	2.90
Industrial Use: Industrial use rates for water service will apply to customers in the business of assembly or manufacturing of goods and for which water usage equals or exceed 750,000 gallons per month for nine out of twelve months in the year:		
All use over 2,000 gallons (per 1,000 gallons)	$	2.51
Monthly Sewer Rates:		
Residential use:		
First 2,000 gallons, minimum	$	18.44
All use over 2,000 gallons (per 1,000 gallons)		4.31
Commercial (including apartments), Industrial and Irrigation minimum monthly charges, including the first 2,000 gallons of use:		
5/8" meter	$	18.77
1" meter		27.19
1.5" meter		41.14
2" meter		57.85
3" meter		102.51
4" meter		153.14
6" meter		292.09
8" meter		459.42
10" meter		654.60
Commercial and Industrial use:		
All use over 2,000 gallons (per 1,000 gallons)	$	4.43

(1) Rates effective January 1, 2025.

TABLE CD-26

COMPARATIVE WATER AND SEWER REVENUES, EXPENSES AND CHANGES IN NET POSITION (GAAP BASIS)

(Unaudited)

	Fiscal Year Ending September 30				
	2024	2023	2022	2021	2020
Operating revenues:					
Charges for services	$ 58,549,628	$ 55,045,831	$ 53,318,611	$ 48,800,547	$ 48,870,110
Miscellaneous	424,633	421,105	384,501	337,653	297,912
Total operating revenues	58,974,261	55,466,936	53,703,112	49,138,200	49,168,022
Operating expenses:					
Personal services	5,066,226	4,886,490	3,714,564	3,765,284	3,983,596
Supplies and Services	39,648,850	34,109,046	31,718,521	30,287,030	30,109,494
Utilities	1,399,926	1,035,456	906,878	885,921	1,011,379
Allocations	1,588,408	1,679,902	1,202,288	1,123,539	864,723
Depreciation	6,688,187	6,437,241	5,981,781	5,968,356	5,758,477
Total operating expenses	54,391,597	48,148,135	43,524,032	42,030,130	41,727,669
Income (loss) from operations	4,582,664	7,318,801	10,179,080	7,108,070	7,440,353
Nonoperating revenues (expenses):					
Investment earnings net of change in fair value	3,496,295	1,296,332	(1,075,741)	96,755	680,257
Gain on sale/retirement of capital assets	29,562	59,350	38,830	99,209	14,826
Interest expense	(374,983)	(268,972)	(225,120)	(311,618)	(375,564)
Total nonoperating revenues (expenses)	3,150,874	1,086,710	(1,262,031)	(115,654)	319,519
Income (loss) before contributions and transfers	7,733,538	8,405,511	8,917,049	6,992,416	7,759,872
Capital contributions	397,032	296,688	5,578,424	3,199,625	727,166
Transfers in	1,250,000	13,071,304	700,000		-
Transfers out	(5,028,917)	(5,381,519)	(5,423,162)	(4,919,956)	(4,552,223)
Change in net position	4,351,653	16,391,984	9,772,311	5,272,085	3,934,815
Net position at beginning of year	171,580,682	155,188,698	145,416,387	140,144,302	136,209,487
Net position at end of year	$ 175,932,335	$ 171,580,682	$ 155,188,698	$ 145,416,387	$ 140,144,302

CARROLLTON

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